

Certified as a true and complete
Company number - 03437588 of the original
Le Boeuf, Lamb, Greene & MacRae
LEBOEUF, LAMB, GREENE & MACRAE

WRITTEN RESOLUTION
OF THE SHAREHOLDERS OF

OMEGA UNDERWRITING HOLDINGS LIMITED
(the "COMPANY")

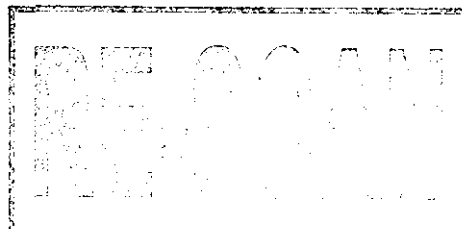
In accordance with Regulation 53 of Table A in the Schedule to the Companies (Tables A to F) Regulations 1985 (as amended) and Article 10 of the Company's Articles of Association, we the undersigned members of the Company being all the members entitled to vote at a general meeting of the Company:

HEREBY RESOLVE:

ORDINARY RESOLUTIONS



1. THAT:-
 - 1.1 subject to and conditional upon the entire ordinary issued share capital of the Company being admitted to trading on the Alternative Investment Market of the London Stock Exchange and such admission becoming effective on or before 1 June 2005 (or such later date as the Company and Numis Securities Limited may agree ("Admission"));
 - 1.2 the authorised ordinary share capital of the Company be and hereby is increased from £1,000,000 to £1,100,000 by the creation of an additional 100,000 ordinary shares of £1 each ranking pari passu in all respects with the existing ordinary shares of £1 each in the capital of the Company;
 - 1.3 the directors be and hereby are generally and unconditionally authorised pursuant to section 80 of the Companies Act 1985 (the "Act") to exercise all the powers of the Company to allot relevant securities (as defined in section 80(2) of the Act) of the Company provided that this authority shall expire at the conclusion of the next annual general meeting of the Company or, if earlier, the date fifteen months from the passing of this resolution unless previously varied, revoked or renewed by the Company in general meeting and the Company shall be entitled to make, prior to the expiry of such authority, any offer or agreement which would or might require relevant securities to be allotted after the expiry of such authority and the directors may allot any relevant securities pursuant to such offer or agreement as if such authority had not expired and all prior authorities to allot relevant securities be revoked but without prejudice to the allotment of any relevant securities already made or to be made pursuant to such authority;



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19/4/05

1.4 upon the recommendation of the directors, the sum of £448,000 being part of the sum standing to the credit of the profit and loss account in the books of the Company be capitalised and that such sum be appropriated to the holders of ordinary shares of £1 each entered on the register of members of the Company on the close of business on the date hereof in proportion to the nominal amounts of ordinary shares held by them respectively which would entitle them to participate in a distribution of that sum if it were then distributed by way of dividend and such sum shall be applied in paying up in full at par 448,000 new unissued ordinary shares of £1 each (ranking pari passu in all respects with the existing ordinary shares in the Company) and accordingly the directors be authorised and directed to appropriate, allot and distribute the same, credited as fully paid, to and amongst the holders of ordinary shares of £1 each on the register of members of the Company at the close of business on the date hereof, in the proportion of 4 new ordinary shares of £1 each for every 5 ordinary shares of £1 each of which they are then the holders.

2. THAT, subject to and conditional upon the passing of Resolution 1 above and such resolution becoming unconditional, immediately following the directors applying the capitalised sum in accordance with the authority contained in Resolution 1 above each of the shares of £1 in the present capital of the Company both issued and unissued be and hereby are subdivided into 20 ordinary shares of 5 pence each.

3. THAT, subject to and conditional upon the passing of Resolutions 1 and 2 above and such resolutions becoming unconditional, the authorised ordinary share capital of the Company be and hereby is increased from £1,100,000 to £2,800,000 by the creation of an additional 34,000,000 ordinary shares of 5 pence each ranking pari passu in all respects with the existing shares of 5 pence each in the capital of the Company.

4. THAT, subject to and conditional upon the passing of Resolutions 1, 2 and 3 above and such resolutions becoming unconditional, the directors be and hereby are generally and unconditionally authorised pursuant to section 80 of the Companies Act 1985 (the "Act") to exercise all the powers of the Company to allot relevant securities (as defined in section 80(2) of the Act) of the Company up to a maximum aggregate nominal amount of £1,778,062 provided that:

- (a) in the case of any allotment (other than allotments of ordinary shares in connection with or incidental to a placing by the Company of up to 20,160,000 shares in the capital of the Company to be carried out on or around the time of the Admission and allotments of ordinary shares to any employee benefit trust) this authority is limited to the allotment of relevant securities up to an aggregate nominal amount equal to one third of the issued share capital of the Company immediately following Admission;
- (b) this authority shall expire at the conclusion of the next annual general meeting of the Company or, if earlier, the date fifteen months from the passing of this resolution unless previously varied,

revoked or renewed by the Company in general meeting;

- (c) the Company shall be entitled to make, prior to the expiry of such authority, any offer or agreement which would or might require relevant securities to be allotted after the expiry of such authority and the directors may allot any relevant securities pursuant to such offer or agreement as if such authority had not expired; and
- (d) all prior authorities to allot relevant securities be revoked but without prejudice to the allotment of any relevant securities already made or to be made pursuant to such authorities.

SPECIAL RESOLUTIONS

5. THAT, subject to and conditional upon the passing of Resolutions 1, 2, 3 and 4 above and such resolutions becoming unconditional, the directors be and hereby are granted power pursuant to section 95 of the Act to allot equity securities (as defined in section 94(2) of the Act) wholly for cash pursuant to the authority conferred by resolution 4 above as if section 89(1) of the Act did not apply to any such allotment provided that this power shall be limited to:

- (a) the allotment of equity securities up to an aggregate nominal amount of £1,008,000 in connection with a placing by the Company of up to 20,160,000 ordinary shares of 5 pence each in the capital of the Company on or around the time of Admission and allotments of ordinary shares to any employee benefit trust;
- (b) the allotment of equity securities in connection with an offer, whether by way of rights issue, open offer or otherwise, to the holders of shares in the capital of the Company in the proportion (as nearly as may be practicable) to the respective numbers of shares held by them subject only to such exclusions or other arrangements as the directors may consider appropriate to deal with the requirements of any regulatory body or stock exchange, the laws of any territory, overseas shareholders or fractional entitlements or otherwise;
- (c) the allotment of equity securities otherwise than pursuant to subparagraph (a) and (b) above up to an aggregate nominal amount of £104,477 or, if less, the amount equal to the aggregate nominal amount of shares representing five percent of the issued share capital of the Company immediately following Admission;

and shall expire at the conclusion of the next annual general meeting of the Company or, if earlier, the date fifteen months from the passing of this resolution unless previously varied, revoked or renewed by the Company in general meeting provided that the Company may, before such expiry, make any offer or agreement which would or might require equity securities to be allotted after such expiry and the directors may allot equity securities

pursuant to any such offer or agreement as if the power hereby conferred had not expired and all prior powers granted under section 95 of the Act be revoked provided that such revocation shall not have retrospective effect.

6. THAT the directors be and hereby are authorised to apply for the re-registration of the Company as a public limited company under the name of Omega Underwriting Holdings PLC and accordingly that the Company be re-registered as a public limited company under the Companies Act 1985 by the name of Omega Underwriting Holdings PLC.

7. THAT the memorandum of association be and is hereby amended as follows:-

(a) all reference to the name of the Company shall be amended to read Omega Underwriting Holdings PLC;

(b) there shall be added as a new clause 2 the following:

"The Company is to be a public limited company."

and the existing clauses 3, 4, 5 and 6 shall be renumbered accordingly;

(c) in object 4(A)(i) the words "a general commercial company and as" be inserted after the words "To carry on business as";

(d) in object 4(A)(ii) the words (i) "a holding company and" be inserted after the words "To act as"; and (ii) the words "(whether directly or indirectly)" be inserted after the words "to hold"; and (iii) the words "or otherwise" be inserted after the words "the same as investments"; and

(e) the following words be deleted from object 4(GG):

"Subject to the Act, to give (whether directly or indirectly any kind of financial assistance (as defined in Section 152(1)(a) of the Act) for any purpose specified in Section 151(1) or Section 151(2) of the Act"

and the remainder of the objects be renumbered accordingly;

as set out in the draft revised memorandum of association attached to this resolution.

8. THAT the draft regulations attached to this resolution be and hereby are adopted as the articles of association of the Company in substitution for and the exclusion of all the existing articles of association of the Company.

9. THAT, subject to and conditional upon the passing of Resolution 1 above and such resolution becoming unconditional, the articles of association of the Company adopted pursuant to Resolution 8 above be amended by the deletion of Article 3 and the substitution in its place of the following amended Article 3:

"3 Ordinary shares

The authorised share capital of the Company at the date of the adoption of these Articles is £2,800,000 divided into 56,000,000 ordinary shares of 5 pence each."

10. THAT, subject to and conditional upon the passing of Resolution 1 and such resolution becoming unconditional, the rules of Omega Underwriting Holdings Plc Executive Share Option Plan ("**Executive Plan**") in the form attached to this resolution (with such minor amendments as the directors may consider necessary) be and are hereby approved subject to obtaining Inland Revenue approval and the directors of the Company be and are hereby authorised to make such amendments to the rules of the Executive Plan as may be appropriate or necessary to secure or maintain Inland Revenue approval, it being acknowledged that no options may be granted under the Executive Plan until Inland Revenue approval has been obtained.
11. THAT, subject to and conditional upon the passing of Resolution 1 and such resolution becoming unconditional, the rules of the Omega Underwriting Holdings Plc Long Term Incentive Plan in the form attached to this resolution (with such minor amendments as the directors may consider necessary) be and are hereby approved.

Signature of shareholder: J.D. Robinson Name of shareholder

John Robinson

Date: 18/3/05

Signature of shareholder: Name of shareholder

David Burchett

Date:

Signature of shareholder: Name of shareholder

Richard Tolliday

Date:

Signature of shareholder: Name of shareholder

Mark Daly

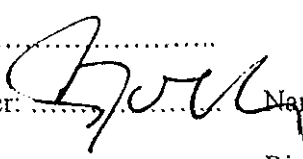
Date:

Signature of shareholder: Name of shareholder
John Robinson

Date:.....

Signature of shareholder: Name of shareholder
David Burchett

Date:.....

Signature of shareholder:  Name of shareholder
Richard Tolliday

Date: 18/3/05

Signature of shareholder: Name of shareholder
Mark Daly

Date:.....

Signature of shareholder: Name of shareholder

John Robinson

Date:.....

Signature of shareholder: Name of shareholder

David Burchett

Date:.....

Signature of shareholder: Name of shareholder

Richard Tolliday

Date:.....

Signature of shareholder: *Mark Daly* Name of shareholder

Mark Daly

Date: *18/3/05*

Signature of shareholder:

Name of shareholder

John Robinson

Date:.....

Signature of shareholder: *D Burchett*

Name of shareholder

David Burchett

Date: *18/3/05*

Signature of shareholder:

Name of shareholder

Richard Tolliday

Date:.....

Signature of shareholder:

Name of shareholder

Mark Daly

Date:.....

THE COMPANIES ACTS 1985 AND 1989

PUBLIC COMPANY LIMITED BY SHARES

MEMORANDUM OF ASSOCIATION

of

OMEGA UNDERWRITING HOLDINGS PLC

1. The Company's name is "OMEGA UNDERWRITING HOLDINGS PLC".¹
2. The Company is to be a public limited company.
3. The Company's registered office is to be situated in England and Wales.
4. The Company's objects are:
 - (A) (i) To carry on business as a general commercial company and as manufacturers, builders and suppliers of and dealers in goods of all kinds, and as mechanical, general, electrical, marine, radio, electronic, aeronautical, chemical, petroleum, gas civil and constructional engineers, and manufacturers, importers and exporters of, dealers in machinery, plant and equipment of all descriptions and component parts thereof, forgings, castings, tools, implements, apparatus and all other articles and things.
 - (ii) To act as a holding company and an investment holding company and to co-ordinate the business of any companies in which the Company is for the time being interested, and to acquire (whether by original subscription, tender, purchase exchange or otherwise) the whole of or any part of the stock, shares, debentures, debenture stocks, bonds and other securities issued or guaranteed by a body corporate constituted or carrying on business in any part of the world or by any government, sovereign ruler, commissioners, public body or authority and to hold (whether directly or indirectly) the same as investments or otherwise, and to sell, exchange, carry and dispose of the same.
 - (iii) To carry on the businesses in any part of the world as importers, exporters, buyers, sellers, distributors and dealers and to win, process and work produce of all kinds.

¹ Name changed from Extencrown Limited to Omega Underwriting Holdings Limited pursuant to a special resolution dated 14 January 1998. The Company was re-registered as a public limited company on 22 March 2005 with the name Omega Underwriting Holdings PLC.

- (B) To carry on the following businesses, namely, contractors, garage proprietors, filling station proprietors, owners and charterers of road vehicles, aircraft and ships and boats of every description, lightermen and carriers of goods and passengers by road, rail, water or air, forwarding, transport and commission agents, customs agents, stevedores, wharfingers, cargo superintendents, packers, warehouse storekeepers, cold store keepers, hotel proprietors, caterers, publicans, consultants, advisers, financiers, bankers, advertising agents, insurance brokers, travel agents, ticket agents and agency business of all kinds and generally to provide entertainment for and render services of all kinds to others and to carry on any other trade or business which can in the opinion of all the directors be advantageously carried on by the Company in connection with or ancillary to any of the businesses of the Company.
- (C) To buy, sell, manufacture, repair, alter, improve, manipulate, prepare for market, let on hire, and generally deal in all kinds of plant, machinery, apparatus, tools, utensils, materials, produce, substances, articles and things for the purpose of any of the businesses specified in clause 4, or which may be required by persons having, or about to have, dealings with the Company.
- (D) To build, construct, maintain, alter, enlarge, pull down, remove and replace any buildings, shops, factories, offices, works, machinery and engines, and to work, manage and control these things.
- (E) To enter into contracts, agreements and arrangements with any person for the carrying out by that person on behalf of the Company of any object for which the Company is formed.
- (F) To acquire, undertake and carry on the whole or any part of the business, property and liabilities of any person carrying on any business which may in the opinion of the directors be capable of being conveniently carried on, or calculated directly or indirectly to enhance the value of or make profitable any of the Company's property or rights, or any property suitable for the purposes of the Company.
- (G) To enter into any arrangement with a government or authority, whether national, international, supreme, municipal, local or otherwise, that may in the opinion of the directors be conducive to any object of the Company, and to obtain from that government or authority any right, privilege or concession which in the opinion of the directors is desirable, and to carry out, exercise and comply with that arrangement, right, privilege or concession.
- (H) To apply for, purchase and by other means acquire, protect, prolong and renew any patent, patent right, brevet d'invention, licence, secret process, invention, trade mark, service mark, copyright, registered design, protection, concession and right of the same or similar effect or nature, and to use, turn to account, manufacture under and grant licences and privileges in respect of those things, and to spend money in experimenting with, testing, researching, improving and seeking to improve any of those things.
- (I) To acquire an interest in, amalgamate with and enter into partnership or any arrangement for the sharing of profits, union of interests, co operation, joint venture, reciprocal concession or otherwise with any person, or with any employees of the Company. To lend money to, guarantee the contracts of, and otherwise assist that person or those employees, and to take and otherwise acquire an interest in that person's shares or other securities and to

sell, hold, re-issue, with or without guarantee, and otherwise deal with those shares or other securities.

- (J) To lend money to, subsidise and assist any person, to act as agents for the collection, receipt and payment of money and generally to act as agents and brokers for and perform services for any person, and to undertake and perform sub-contracts.
- (K) To enter into any guarantee or contract of indemnity or suretyship, and to provide security, including, without limitation, the guarantee and provision of security for the performance of the obligations of and the payment of any money (including, without limitation, capital, principal, premiums, dividends, interest, commissions, charges, discount and any related costs or expenses whether on shares or other securities) by any person including, without limitation, any body corporate which is for the time being the Company's holding company, the Company's subsidiary, a subsidiary of the Company's holding company or any person which is for the time being a member or otherwise has an interest in the Company or is associated with the Company in any business or venture, with or without the Company receiving any consideration or advantage (whether direct or indirect), and whether by personal covenant or mortgage, charge or lien over all or part of the Company's undertaking, property, assets or uncalled capital (present and future) or by other means. For the purposes of paragraph (K) "guarantee" includes any obligation, however described, to pay, satisfy, provide funds for the payment or satisfaction of (including, without limitation, by advance of money, purchase of or subscription for shares or other securities and purchase of assets or services), indemnify against the consequences of default in the payment of, or otherwise be responsible for, any indebtedness of any other person.
- (L) To promote, finance and assist any person for the purpose of acquiring all or any of the property, rights and undertaking or assuming the liabilities of the Company, and for any other purpose which may in the opinion of the directors directly or indirectly benefit the Company, and in that connection to place, guarantee the placing of, underwrite, subscribe for, and otherwise acquire all or any part of the shares or other securities of a body corporate.
- (M) To pay out of the funds of the Company all or any expenses which the Company may lawfully pay of or incidental to the formation, registration, promotion and advertising of and raising money for the Company and the issue of its shares or other securities, including, without limitation, those incurred in connection with the advertising and offering of its shares or other securities for sale or subscription, brokerage and commissions for obtaining applications for and taking, placing, underwriting or procuring the underwriting of its shares or other securities.
- (N) To remunerate any person for services rendered or to be rendered to the Company, including, without limitation, by cash payment or by the allotment of shares or other securities of the Company, credited as paid up in full or in part.
- (O) To purchase, take on lease, exchange, hire and otherwise acquire any real or personal property and any right or privilege over or in respect of it.
- (P) To receive money on deposit on any terms the directors think fit.
- (Q) To invest and deal with the Company's money and funds in any way the directors think fit.

- (R) To lend money and give credit with or without security.
- (S) To borrow, raise and secure the payment of money in any way the directors think fit, including, without limitation, by the issue of debentures and other securities, perpetual or otherwise, charged on all or any of the Company's property (present and future) or its uncalled capital, and to purchase, redeem and pay off those securities.
- (T) To remunerate any person for services rendered or to be rendered in placing, assisting and guaranteeing the placing and procuring the underwriting of any share or other security of the Company or of any person in which the Company may be interested or proposes to be interested, or in connection with the conduct of the business of the Company, including, without limitation, by cash payment or by the allotment of shares or other securities of the Company, credited as paid up in full or in part.
- (U) To acquire, hold, dispose of, subscribe for, issue, underwrite, place, manage assets belonging to others which include, advise on, enter into contracts or transactions in relation to or involving and in any other way deal with or arrange dealings with or perform any service or function in relation to (as applicable): shares, stocks, debentures, loans, bonds, certificates of deposit and other instruments creating or acknowledging indebtedness, government, public or other securities, warrants, certificates representing securities or other obligations, units in collective investment schemes, options, futures, spot or forward contracts, contracts for differences or other investments or obligations, currencies, interest rates, precious metals or other commodities, any index (whether related in any way to any of the foregoing or otherwise), any right to, any right conferred by or any interest or any obligation in relation to any of the foregoing and any financial instrument or product deriving from or in any other way relating to any of the foregoing or of any nature whatsoever, and any transaction which may seem to be convenient for hedging the risks associated with any of the foregoing.
- (V) To co ordinate, finance and manage the business and operation of any person in which the Company has an interest.
- (W) To draw, make, accept, endorse, discount, execute and issue promissory notes, bills of exchange, bills of lading, warrants, debentures and other negotiable or transferable instruments.
- (X) To sell, lease, exchange, let on hire and dispose of any real or personal property and the whole or part of the undertaking of the Company, for such consideration as the directors think fit, including, without limitation, for shares, debentures or other securities, whether fully or partly paid up, of any person, whether or not having objects (altogether or in part) similar to those of the Company. To hold any shares, debentures and other securities so acquired, and to improve, manage, develop, sell, exchange, lease, mortgage, dispose of, grant options over, turn to account and otherwise deal with all or any part of the property and rights of the Company.
- (Y) To adopt any means of publicising and making known the businesses, services and products of the Company as the directors think fit, including, without limitation, advertisement, publication and distribution of notices, circulars, books and periodicals, purchase and exhibition of works of art and interest and granting and making of prizes, rewards and donations.

- (Z) To support, subscribe to and contribute to any charitable or public object and any institution, society and club which may be for the benefit of the Company or persons who are or were directors, officers or employees of the Company, its predecessor in business, any subsidiary of the Company or any person allied to or associated with the Company, or which may be connected with any town or place where the Company carries on business. To subsidise and assist any association of employers or employees and any trade association. To grant pensions, gratuities, annuities and charitable aid and to provide advantages, facilities and services to any person (including any director or former director) who may have been employed by or provided services to the Company, its predecessor in business, any subsidiary of the Company or any person allied to or associated with the Company and to the spouses, children, dependants and relatives of those persons and to make advance provision for the payment of those pensions, gratuities and annuities by establishing or acceding to any trust, scheme or arrangement (whether or not capable of approval by the Commissioners of Inland Revenue under any relevant legislation) the directors think fit, to appoint trustees and to act as trustee of any trust, scheme or arrangement, and to make payments towards insurance for the benefit of those persons and their spouses, children, dependants and relatives.
- (AA) To establish and contribute to any scheme for the purchase or subscription by trustees of shares or other securities of the Company to be held for the benefit of the employees of the Company, any subsidiary of the Company or any person allied to or associated with the Company, to lend money to those employees or to trustees on their behalf to enable them to purchase or subscribe for shares or other securities of the Company and to formulate and carry into effect any scheme for sharing the profits of the Company with employees.
- (BB) To apply for, promote and obtain any Act of Parliament and any order or licence of any government department or authority (including, without limitation, the Department of Trade and Industry) to enable the Company to carry any of its objects into effect, to effect any modification of the Company's constitution and for any other purpose which the directors think fit, and to oppose any proceeding or application which may in the opinion of the directors directly or indirectly prejudice the Company's interests.
- (CC) To establish, grant and take up agencies, and to do all other things the directors may deem conducive to the carrying on of the Company's business as principal or agent, and to remunerate any person in connection with the establishment or granting of an agency on the terms and conditions the directors think fit.
- (DD) To distribute among the shareholders in specie any of the Company's property and any proceeds of sale or disposal of any of the Company's property and for that purpose to distinguish and separate capital from profits, but no distribution amounting to a reduction of capital may be made without any sanction required by law.
- (EE) To purchase and maintain insurance for the benefit of any person who is or was an officer or employee of the Company, a subsidiary of the Company or a company in which the Company has or had an interest (whether direct or indirect) or who is or was trustee of any retirement benefits scheme or any other trust in which any officer or employee or former officer or employee is or has been interested, indemnifying that person against liability for negligence, default, breach of duty or breach of trust or any other liability which may lawfully be insured against.

- (FF) To amalgamate with any other person and to procure the Company to be registered or recognised in any part of the world.
- (GG) To do all or any of the things provided in any paragraph of clause 4:
- (i) in any part of the world;
 - (ii) as principal, agent, contractor, trustee or otherwise;
 - (iii) by or through trustees, agents, sub-contractors or otherwise; and
 - (iv) alone or with another person or persons.
- (HH) To do all things that are in the opinion of the directors incidental or conducive to the attainment of all or any of the Company's objects, or the exercise of all or any of its powers.
- (II) The objects specified in each paragraph of clause 4 shall, except where otherwise provided in that paragraph, be regarded as independent objects, and are not limited or restricted by reference to or inference from the terms of any other paragraph or the name of the Company. None of the paragraphs of clause 4 or the objects or powers specified or conferred in or by them is deemed subsidiary or ancillary to the objects or powers mentioned in any other paragraph. The Company has as full a power to exercise all or any of the objects and powers provided in each paragraph as if each paragraph contained the objects of a separate company.
- (JJ) In clause 4, a reference to:
- (i) a "person" includes a reference to a body corporate, association or partnership whether domiciled in the United Kingdom or elsewhere and whether incorporated or unincorporated;
 - (ii) the "Act" is, unless the context otherwise requires, a reference to the Companies Act 1985, as modified or re enacted or both from time to time; and
 - (iii) a "subsidiary" or "holding company" is to be construed in accordance with Section 736 of the Act.
5. The liability of the members is limited.
6. The Company's share capital is £1,000,000 divided into 1,000,000 shares of £1.00 each.²

² By ordinary resolution passed on 14 January 1998 the Company's share capital was increased from £100 divided into 100 shares of £1 each to £1,000,000 divided into 1,000,000 shares of £1 each. By ordinary resolution passed on 18 March 2005 the Company's share capital was increased from £1,000,000 divided into 1,000,000 shares of £1 each to £2,800,000 divided into 56,000,000 ordinary shares of 5 pence each.

I, being the sole subscriber to this memorandum of association, wish to be formed into a company pursuant to this memorandum; and I agree to take the number of shares in the capital of the company shown opposite my name.

NAMES AND ADDRESS OF SUBSCRIBER

Number of shares taken by the
sole Subscriber

CHANTAL ELIZABETH BRACKENBURY

ONE

For and on behalf of
Clifford Chance Nominees Limited
200 Aldersgate Street
London EC1A 4JJ

DATED the 11th day of September, 1997.

WITNESS to the above Signature:-

DENISE WARD
200 Aldersgate Street
London EC1A 4JJ

THE COMPANIES ACTS 1985 AND 1989

PUBLIC COMPANY LIMITED BY SHARES

ARTICLES OF ASSOCIATION

OF

OMEGA UNDERWRITING HOLDINGS PLC

(Adopted by special resolution passed on 18 March 2005)

Incorporated 22 September 1997
Company Number 3437588

LEBOEUF, LAMB, GREENE & MACRAE
No. 1 Minster Court
Mincing Lane
London EC3R 7YL

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PUBLIC COMPANY LIMITED BY SHARES

**ARTICLES OF ASSOCIATION
OF
OMEGA UNDERWRITING PLC**

(Adopted by special resolution passed on 18 March 2005)

PRELIMINARY

1. Table A

Neither the Regulations contained in Table A in the Companies (Tables A to F) Regulations 1985 or in any Table A applicable to the Company under any former enactment relating to companies nor regulations set out in any statute, statutory instrument or other subordinate legislation made under any statute concerning companies shall apply to the Company unless they are repeated or contained in these Articles.

2. Interpretation

In these Articles (if not inconsistent with the subject or context) the words and expressions set out below shall bear the following respective meanings:-

"**Act**" means the Companies Act 1985 as amended by the Companies Act 1989;

"**Address**" includes, in the context of electronic communications expressly permitted by or pursuant to these Articles, such number or address for the time being notified to the sender (and if the Company, notified in such manner as has been specified by the Directors) by or on behalf of the recipient as being acceptable to the recipient for the particular manner of electronic communication for the subject or class of subject matter concerned;

"**Articles**" means these articles of association as from time to time altered by special resolution;

"**Auditors**" means the auditors of the Company for the time being;

"**board**" means the board of directors from time to time of the Company or the Directors present at a duly convened meeting of the Directors at which a quorum is present;

"clear days" means that period, in relation to a period of notice, excluding the day when the notice is given or deemed to be given and the day for which it is given or on which it is to take effect;

"communication" shall, where the context so admits, have the same meaning as in the Electronic Communications Act;

"Director" means a director of the Company from time to time;

"Directors" means the directors from time to time of the Company or the directors present or deemed to be present at a duly convened meeting of the directors at which a quorum is present;

"dividend" includes bonus;

"electronic communication" shall, where the context so admits, have the same meaning as in the Electronic Communications Act including, without limitation, e-mail, facsimile, CD Rom, audio tape, telephone transmission and publication on a web site;

"Electronic Communications Act" means the Electronic Communications Act 2000;

"FSMA" means the Financial Services and Markets Act 2000;

"London Stock Exchange" means The London Stock Exchange plc;

"member" means a member of the Company or a member of a committee of the Directors as the context requires;

"month" means calendar month;

"Office" means the registered office of the Company for the time being;

"paid" means paid or credited as paid;

"Register" means the register of members of the Company kept pursuant to section 352 of the Act or the issuer register of members and the Operator register of members maintained pursuant to Regulation 20 of the Regulations and, where the context requires, any register maintained by the Company or the Operator of persons holding any renounceable right of allotment of a share and cognate expressions shall be construed accordingly;

"Regulations" means the Uncertificated Securities Regulations 2001 (SI 2001, No. 3755);

"relevant system" means the computer-based system and procedures which enable title to shares to be evidenced and transferred without a written instrument, and which facilitate supplementary and incidental matters in accordance with the Regulations;

"Seal" means the common seal (if any) of the Company;

"Secretary" means the secretary of the Company for the time being or any other person appointed to perform the duties of the secretary of the Company, including a joint, assistant or deputy secretary;

"Securities Seal" means an official seal kept by the Company by virtue of section 40 of the Act;

"signed" and **"signature"** in the context of electronic communications shall be construed in accordance with Article 133;

"Statutes" means the Act, the Regulations, the Electronic Communications Act and every other act, order, regulation or other subordinate legislation made pursuant thereto for the time being in force concerning or affecting companies and affecting the Company;

"Transfer Office" means the place where the Register is situate for the time being;

"UK Listing Authority" the Financial Services Authority acting in its capacity as competent authority for the purposes of Part VI of the Financial Services and Markets Act 2000;

"United Kingdom" means Great Britain and Northern Ireland;

"in writing" and **"written"** in the context of electronic communications and documents contained therein, shall mean a communication or document which can be received in legible form or which can be made legible following receipt in a form which is not legible; and in cases of communications and documents which are not electronic communications, shall mean that which is legible before being sent or otherwise supplied and which does not change form during that process; and

"year" means calendar year.

Words importing the masculine gender include the feminine gender. Words importing persons include bodies corporate and unincorporated associations.

Words importing the singular shall, where the context so permits, include a reference to the plural and vice versa.

Subject as aforesaid any words or expressions defined in the Act shall (if not inconsistent with the subject or context) bear the same meaning in these Articles.

Reference to any act, statute or statutory provision shall include any statutory modification, amendment or re enactment thereof and every other act, order, regulation or other subordinate legislation made pursuant thereto from time to time in force.

A special or extraordinary resolution shall be effective for any purpose for which an ordinary resolution is expressed to be required under any provision of these Articles and a special resolution shall be effective for any purpose for

which an extraordinary resolution is expressed to be required under any provision of these Articles.

The expressions "issuer register of members", "Operator", "Operator instruction", "Operator register of members", "participating issuer", "participating security" and "relevant system" have the same meaning as in the Regulations.

All references in the articles to the giving of instructions by means of a relevant system shall be deemed to relate to a properly authenticated dematerialised instruction given in accordance with the Regulations. The giving of such instructions shall be subject to:

- (A) the facilities and requirements of the relevant system;
- (B) the Regulations; and
- (C) the extent to which such instructions are permitted by or practicable under the rules and practices from time to time of the Operator of the relevant system.

The headings are inserted for convenience only and shall not affect the construction of these Articles.

SHARE CAPITAL

3. Ordinary shares

The authorised share capital of the Company at the date of the adoption of these Articles is £2,800,000 divided into 56,000,000 ordinary shares of 5 pence each.

4. Variation of class rights

- 4.1 Whenever the share capital of the Company is divided into different classes of shares, the special rights attached to any class may, subject to the provisions of the Statutes, be varied or abrogated in such manner (if any) as may be provided by such rights or, in the absence of any such provision, either with the consent in writing of the holders of three-fourths in nominal value of the issued shares of the class (excluding any share of that class held as treasury shares), or with the sanction of an extraordinary resolution passed at a separate general meeting of such holders held in accordance with Article 66 (but not otherwise), and may be so varied or abrogated either whilst the company is a going concern or during or in contemplation of a winding-up.
- 4.2 Article 4.1 shall apply to the variation or abrogation of the special rights attached to some only of the shares of any class as if each group of shares of the class differently treated formed a separate class the special rights whereof are to be varied.
- 4.3 Save as aforesaid, the special rights attached to any class of shares shall not, unless otherwise expressly provided by the terms of issue thereof, be deemed

to be varied or abrogated by the creation or issue of further shares ranking as regards participation in the profits or assets of the Company in some or all respects pari passu therewith but in no respect in priority thereto or by the purchase or redemption by the Company of its own shares in accordance with the provisions of the Statutes and Article 9.

5. "Non voting" and "limited voting" shares

Any class of shares issued without the right to vote at general meetings shall include the words "non-voting" in the name by which the same is designated, and where the equity capital of the Company includes shares with different voting rights the designation of each such class (other than the class with the most favourable voting rights attached thereto) shall include the words "limited voting".

ALTERATION OF SHARE CAPITAL

6. Increase, consolidation, cancellation and sub division

6.1 The Company may from time to time by ordinary resolution increase its share capital by such sum to be divided into shares of such amounts as the resolution shall prescribe. Except as otherwise provided by or pursuant to these Articles or by the conditions of issue, all new shares shall be subject to the provisions of these Articles with reference to allotment, payment of calls, lien, transfer, transmission, forfeiture and otherwise.

6.2 The Company may from time to time by ordinary resolution:-

6.2.1 consolidate and divide all or any of its share capital into shares of larger nominal amount than its existing shares;

6.2.2 cancel any shares which, at the date of the passing of the resolution, have not been taken, or agreed to be taken, by any person, and diminish the amount of its share capital by the nominal amount of the shares so cancelled;

6.2.3 sub-divide its shares, or any of them, into shares of a smaller nominal amount than is fixed by the memorandum of association (subject, nevertheless, to the provisions of the Statutes), and so that the resolution whereby any share is sub-divided may determine that, as between the shares resulting from such sub division, one or more of the shares may, as compared with the others, have any such preferred, deferred or other special rights, or be subject to any such restrictions, as the Company has power to attach to unissued or new shares.

6.3 Upon any consolidation of fully paid shares into shares of larger amounts the Directors may, as between the shares so consolidated, determine which shares are consolidated into each consolidated share.

7. Fractions

7.1 Whenever as the result of any consolidation or division or sub division of shares any members of the Company would become entitled to fractions of shares, the Directors may on behalf of those members deal with such fractions as they shall determine and in particular may:

7.1.1 sell the shares representing the fractions to any person (including, subject to the provisions of the Statutes, the Company) for the best price reasonably obtainable and pay and distribute the net proceeds of the sale in due proportions amongst those members (except that any amount otherwise due to a member, being less than £3.00 or such other nominal sum as the Directors may from time to time determine, may be retained for the benefit of the Company); or

7.1.2 subject to the Statutes, allot or issue to a member credited as fully paid by way of capitalisation the minimum number of shares required to round up his holding of shares to a number which, following consolidation and division or sub-division, leaves a whole number of shares (such allotment or issue being deemed to have been effected immediately before consolidation or sub division, as the case may be).

7.2 For the purpose of giving effect to any sale pursuant to Article 7.1.1 above the Directors may, in respect of certificated shares, authorise some person to execute a transfer of the shares sold on behalf of the members so entitled to, or, in respect of uncertificated shares nominate any person to transfer such shares in accordance with the facilities and requirements of the relevant system concerned or, in either case, in accordance with the directions of the purchaser thereof or any other person nominated by the purchaser and may cause the name of the purchaser or his nominee to be entered in the Register as the holder of the shares comprised in any such transfer. The purchaser shall not be bound to see to the application of the purchase money nor shall the title of the transferee to the shares be affected by any irregularity or invalidity in the proceedings in reference to the sale. For the purposes of this Article, any shares representing fractional entitlements to which any member would, but for this Article, become entitled may be issued in certificated form or uncertificated form.

7.3 If shares are allotted or issued pursuant to Article 7.1.2 above, the amount required to pay up those shares may be capitalised as the board thinks fit out of amounts standing to the credit of reserves (including a share premium account, capital redemption reserve and profit and loss account), whether or not available for distribution, and applied in paying up in full the appropriate number of shares. A resolution of the board capitalising part of the reserves has the same effect as if the capitalisation had been declared by ordinary resolution of the Company pursuant to Article 126. In relation to the capitalisation the board may exercise all the powers conferred on it by Article 126 without an ordinary resolution of the Company.

8. Reduction of capital

The Company may by special resolution reduce its share capital or any capital redemption reserve, share premium account or other undistributable reserve in any manner and with and subject to any authority required by law or any rights from time to time attached to any shares of the Company.

9. Purchase of own shares

The Company may, subject to the provisions of the Statutes and to the rights attaching to existing shares, purchase all or any of its own shares of any class (including any redeemable shares) or enter into such agreement (contingent or otherwise) in relation to the purchase of its own shares on such terms and in such manner as may be permitted by the Statutes.

SHARES

10. Trusts not recognised

Except as ordered by a court of competent jurisdiction or as required by law, no person shall be recognised by the Company as holding any share upon any trust, and the Company shall not be bound by or compelled in any way to recognise (even when having notice thereof) any equitable, contingent, future or partial interest in any share, or any interest in any fractional part of a share, or (except only as otherwise provided by these Articles or by law) any other right in respect of any share, except an absolute right to the entirety thereof in the registered holder.

11. Power to attach rights and issue redeemable shares

Without prejudice to any special rights previously conferred on the holders of any shares or class of shares for the time being in issue and subject to the provisions of the Statutes, any share in the Company may be allotted or issued with such preferred, deferred or other special rights, or subject to such restrictions whether in regard to dividend, return of capital, voting or otherwise, as the Company may from time to time by ordinary resolution determine, and, subject to the provisions of the Statutes, the Company may issue shares which are to be redeemed or are liable to be redeemed at the option of the Company, or the holder, on such terms and in such manner as may be set out in these Articles or (as to the date on or by which or the dates between which the shares are to be or may be redeemed) as may be determined by the Directors prior to the date of issue.

12. Allotment

Subject to the provisions of the Statutes and any direction or authority contained in the resolution of the Company in general meeting creating or authorising the same, the Directors are generally and unconditionally authorised to allot (with or without conferring a right of renunciation) or to grant options or rights of subscription or conversion over unissued shares to

such persons (whether existing shareholders or not) at such times and on such terms and conditions as they think proper.

13. Commissions

The Company may exercise the powers of paying commissions or brokerage conferred or permitted by the Statutes. Subject to the provisions of the Statutes, any such commission or brokerage may be satisfied by the payment of cash or by the allotment of fully or partly paid shares in the capital of the Company or the grant of an option to call for such an allotment or by any combination of such methods as the Directors may think fit.

14. Renunciation

The Directors may at any time after the allotment of any share, but before any person has been entered in the Register as the holder thereof, recognise a renunciation thereof by the allottee in favour of some other person, and may accord to any allottee of a share a right to effect such renunciation upon and subject to such terms and conditions as the Directors may think fit to impose.

SHARE CERTIFICATES

15. Uncertificated shares

- 15.1 Unless otherwise determined by the Directors and permitted by the Regulations, no person shall be entitled to receive a certificate in respect of any share for so long as the title to that share is evidenced otherwise than by a certificate and for so long as transfers of that share may be made otherwise than by a written instrument by virtue of the Regulations. Notwithstanding any provisions of these Articles, the Directors shall have power to implement any arrangements they may, in their absolute discretion, think fit in relation to the evidencing of title to and transfer of an uncertificated share (subject always to the Regulations and the facilities and requirements of the relevant system concerned). No provision of these Articles shall apply or have effect to the extent that it is in any respect inconsistent with the holding of shares in uncertificated form, the transfer of title to shares of that class by means of a relevant system, and the Regulations.
- 15.2 A member may, in accordance with the Regulations, change a share of a class which is a participating security from a certificated share to an uncertificated share and from an uncertificated share to a certificated share.
- 15.3 Conversion of a certificated share into an uncertificated share, and vice versa, may be made in such manner as the Directors may, in their absolute discretion, think fit (subject always to the Regulations and the facilities and requirements of the relevant system concerned).
- 15.4 The Company shall enter on the Register how many shares are held by each member in uncertificated form and in certificated form and shall maintain the Register in each case as required by the Regulations and the relevant system concerned. Unless the Directors otherwise determine, holdings of the same

holder or joint holders in certificated form and uncertificated form shall be treated as separate holdings.

- 15.5 A class of share shall not be treated as two classes by virtue only of that class comprising both certificated shares and uncertificated shares or as a result of any provision of these Articles or the Regulations which applies only in respect of certificated or uncertificated shares.
- 15.6 The Company may give notice to a member requiring the member to change uncertificated shares to certificated shares by the time stated in the notice. The notice may also state that the member may not change certificated shares to uncertificated shares. If the member does not comply with the notice, the board may authorise a person to change the uncertificated shares to certificated shares in the name and on behalf of the member.
- 15.7 The provisions of Articles 16 to 17 inclusive shall not apply to uncertificated shares.

16. Right to share certificates

- 16.1 Subject to Article 15, every person (other than a recognised clearing house (within the meaning of FSMA) or a nominee of a recognised clearing house or of a recognised investment exchange (within the meaning of FSMA) in respect of which the Company is not required by law to complete and have ready for delivery a certificate) upon becoming the holder of a certificated share and whose name is entered as a member on the Register shall be entitled within two months after allotment or lodgement of a transfer, as the case may be (unless the terms of issue of the shares provide otherwise), and without charge *to one certificate for all the certificated shares of any class registered in his name or, in the case of shares of more than one class being registered in his name, to a separate certificate for each class of shares so registered.*
- 16.2 Any share certificate (other than letters of allotment, scrip certificates and other like documents) shall be issued under the Seal or under a Securities Seal or in such other manner having the same effect as if issued under the Seal as the Statutes may permit and shall specify the number and class of shares and the distinguishing numbers (if any) to which it relates and the amount paid up thereon. Without limitation to the foregoing, the Directors may, by resolution, decide either generally or in a particular case or cases that any signatures on any share certificates need not be autographic but may be applied to the certificates by some mechanical means or may be printed on them or that the certificates need not be signed by any person.
- 16.3 The Company shall not be bound to register more than four persons as the holder of any share and, in the case of a share held jointly by several persons, the Company shall not be bound to issue more than one certificate therefor and delivery of a certificate to one of joint holders shall be sufficient delivery to all.

- 16.4 Where some only of the shares comprised in a share certificate are transferred, the old certificate shall be cancelled and a new certificate for the balance of such shares issued in lieu without charge.

17. Replacement certificates

- 17.1 Any two or more certificates representing shares of any one class held by any member may at his request and upon surrender of the original certificates be cancelled by the Directors and a single new certificate for such shares issued in lieu without charge.
- 17.2 Two or more certificates representing shares held by any member may at his request be issued to him by the Directors in such proportions as he may specify upon surrender of the original certificate for cancellation and upon payment of such reasonable sum as the Directors may decide.
- 17.3 If a share certificate shall be damaged or defaced or alleged to have been lost, stolen or destroyed, a new certificate representing the same shares shall be issued to the holder upon request, subject to delivery up of the old certificate (unless alleged to have been lost, stolen or destroyed), on compliance with such conditions as to evidence and indemnity and the payment of exceptional out-of-pocket expenses of the Company in connection with the request as the Directors may think fit. The Company shall be entitled to cancel any old certificate which has been replaced by a new certificate.
- 17.4 In the case of shares held jointly by several persons any such request may be made by any one of the joint holders.

CALLS ON SHARES

18. Calls

- 18.1 The Directors may from time to time make calls upon the members in respect of any moneys unpaid on their shares (whether on account of the nominal value thereof or by way of premium) but subject always to the terms of issue of such shares. A call shall be deemed to have been made at the time when the resolution of the Directors authorising the call is passed, and may be made payable by instalments.
- 18.2 Each member shall (subject to receiving at least fourteen clear days' notice specifying the time or times and place of payment) pay to the Company at the time or times and place so specified the amount called on his shares. The joint holders of a share shall be jointly and severally liable to pay all calls in respect thereof. A call may be made payable by instalments and may at any time before receipt be revoked or postponed in whole or in part as the Directors may determine. A person upon whom a call is made shall remain liable for all calls made upon him notwithstanding the subsequent transfer of the share in respect of which the call was made.

19. Interest on calls

If any amount called in respect of a share is not paid before or on the day appointed for payment thereof, the person from whom the amount is due and payable shall pay interest thereon from and including the day appointed for payment thereof to but excluding the day of actual payment at such rate as may be fixed by the terms of allotment of the share or, if no rate is fixed, at such rate (not exceeding 15 per cent. per annum) as the Directors determine and all costs, charges and expenses incurred by the Company by reason of such non payment, but the Directors shall be at liberty in any case to waive payment of such interest or such costs, charges and expenses wholly or in part. No dividend or other payment or distribution in respect of any such share shall be paid or distributed so long as any such sum or any interest or expenses payable in accordance with this Article in relation thereto remains due.

20. Amounts treated as calls

Any amount (whether on account of the nominal value of the share or by way of premium) which by the terms of issue of a share becomes payable upon allotment or at any fixed date shall for all the purposes of these Articles be deemed to be a call duly made and payable on the date on which, by the terms of issue, the same becomes payable. In case of non-payment, all the relevant provisions of these Articles as to payment of interest and expenses, forfeiture or otherwise shall apply as if such amount had become payable by virtue of a call duly made and notified.

21. Power to differentiate

Subject to the terms of issue, the Directors may on the allotment or issue of shares differentiate between the holders as to the amount of calls to be paid and the times of payment.

22. Payment in advance

The Directors may, if they think fit, receive from any member willing to advance the same all or any part of the moneys (whether on account of the nominal value of the shares or by way of premium) uncalled and unpaid upon the shares held by him, and such payment in advance of calls shall extinguish pro tanto the liability upon the shares in respect of which it is made, and upon the money so received, or so much thereof as from time to time exceeds the amount of the calls then made upon the shares concerned, the Company may pay interest at such rate (not exceeding 15 per cent. per annum) as the member paying such sum and the Directors agree upon.

FORFEITURE AND LIEN

23. Notice if call not paid

- 23.1 If a member or person entitled by transmission fails to pay in full any call or instalment of a call on or before the due date for payment thereof, the Directors may at any time thereafter serve a notice on him requiring payment

of so much of the call or instalment as is unpaid, together with any interest which may have accrued thereon and any costs, charges and expenses incurred by the Company by reason of such non-payment.

- 23.2 The notice shall name a further day (not being less than seven clear days from the date of service of the notice) on or before which, and the place where, the payment required by the notice is to be made and shall state that in the event of non-payment in accordance therewith the shares on which the call was made will be liable to be forfeited.

24. Forfeiture for non compliance and notice after forfeiture

- 24.1 If the requirements of any such notice are not complied with, any share in respect of which such notice has been given may at any time thereafter, before payment of all calls and interest and expenses due in respect thereof has been made, be forfeited by a resolution of the Directors to that effect. Such forfeiture shall include all dividends declared or other money payable in respect of the forfeited share and not actually paid before forfeiture. Forfeiture shall be deemed to occur at the time of the passing of the said resolution of the Directors. The Directors may accept a surrender of any share liable to be forfeited hereunder and, in that event, references in these Articles to forfeiture shall include surrender.

- 24.2 When any share has been forfeited, notice of the forfeiture shall be served upon the person who was, before forfeiture, the holder of the share or the person entitled by transmission to the share, but no forfeiture shall be invalidated by any omission or neglect to give such notice. An entry of the fact and date of forfeiture shall be made in the Register.

25. Disposal of forfeited shares

A share so forfeited shall become the property of the Company and may within three years of such forfeiture be sold, re-allotted or otherwise disposed of, either to the person who was before such forfeiture the holder thereof or entitled thereto or to any other person, upon such terms and in such manner as the Directors shall think fit, and at any time before a sale, re-allotment or disposition the forfeiture may be cancelled on such terms as the Directors think fit. The Company shall not exercise any voting rights in respect of such a share. The Directors may, if necessary, authorise some person to transfer a forfeited share to any such other person as aforesaid. Any share not disposed of in accordance with the foregoing provisions within a period of three years from the date of its forfeiture shall thereupon be cancelled in accordance with the provisions of the Statutes.

26. Arrears to be paid notwithstanding forfeiture

A person whose shares have been forfeited shall cease to be a member in respect of the shares so forfeited and shall surrender to the Company for cancellation the certificate for the shares forfeited, but shall notwithstanding the forfeiture remain liable:-

- 26.1 to pay to the Company all moneys which at the date of forfeiture were presently payable by him to the Company in respect of the shares, with interest thereon at the rate of 15 per cent. per annum (or such lower rate as the Directors may determine) from the date of forfeiture until payment; and
- 26.2 to satisfy any claims, demands and liabilities which the Company might have enforced in respect of the share at the time of forfeiture.

The Directors in their absolute discretion may enforce any such payment claim or demand without any allowance for the value of the shares at the time of forfeiture or any consideration received on their disposal or may waive payment on satisfaction thereof in whole or in part.

27. Extinction of rights

The forfeiture of a share shall involve the extinction at the time of forfeiture of all interest in, and all claims and demands against the Company in respect of, the share, and all other rights and liabilities incidental to the share as between the person whose share is forfeited and the Company, except only such of those rights and liabilities as are by these Articles expressly saved, or as are by the Statutes given or imposed in the case of past members.

28. Lien on shares not fully paid

The Company shall have a first and paramount lien on every share (not being a fully paid share) for all moneys (whether presently payable or not) called or payable at a fixed time in respect of such share to the extent and in the circumstances permitted by section 150 of the Act. The Company's lien on a share shall extend to all amounts (including dividends and distributions) payable thereon. The Directors may waive any lien which has arisen or may resolve that any share shall for some limited period be exempt, wholly or partially, from the provisions of this Article.

29. Enforcement of lien

The Company may sell in such manner as the Directors think fit any share on which the Company has a lien, but no sale shall be made unless a sum in respect of which the lien exists is presently payable nor until the expiration of fourteen clear days after a notice in writing, stating and demanding payment of the sum presently payable and giving notice of intention to sell in default, shall have been given to the holder for the time being of the share or the persons (if any) entitled by transmission.

30. Proceeds of sale

The net proceeds of such sale, after payment of the costs of such sale, shall be applied in or towards payment or satisfaction of the debts or liabilities in respect whereof the lien exists, so far as the same are presently payable, and any residue shall, upon surrender to the Company for cancellation of the certificate for the shares sold or the provision of such indemnity (with or without security) as to any lost or destroyed certificate as the Directors may

decide, (subject to a like lien for debts or liabilities not presently payable as existed upon the shares prior to the sale) be paid to the member or any person entitled to the shares at the time of the sale. For giving effect to any such sale the Directors may authorise some person to transfer the shares sold to the purchaser.

31. Disposal of shares

A statutory declaration in writing that the declarant is a Director or the Secretary of the Company and that a share has been duly forfeited or sold to satisfy a lien of the Company on a date stated in the declaration shall be conclusive evidence of the facts therein stated as against all persons claiming to be entitled to the share. Such declaration and the receipt of the Company for the consideration (if any) given for the share on the sale, re-allotment or disposal thereof, together with, in the case of certificated shares, the share certificate delivered to a purchaser or allottee thereof (if any is in issue in respect of such share), shall (subject to the execution of a transfer if the same be required) constitute a good title to the share, and the person to whom the share is sold, re-allotted or disposed of shall be registered as the holder of the share and shall not be bound to see to the application of the purchase money (if any) nor shall his title to the share be affected by any irregularity or invalidity in the proceedings in reference to the forfeiture, sale, re-allotment or disposal of the share.

TRANSFER OF SHARES

32. Uncertificated shares

All transfers of uncertificated shares shall be made in accordance with and be subject to the provisions of the Regulations and the facilities and requirements of the relevant system and, subject thereto, in accordance with any arrangements made by the Directors pursuant to Article 15.1.

33. Form of transfer

All transfers of certificated shares may be effected by transfer in writing in any usual form or in any other form acceptable to the Directors (and in the case of a person or firm may be under hand only). Any written instrument of transfer of a certificated share shall be executed by or on behalf of the transferor and (except in the case of fully paid shares) by or on behalf of the transferee. Subject to the provisions of the Regulations, in relation to the transfer of any share (whether a certificated or an uncertificated share) the transferor shall remain the holder of the share concerned until the name of the transferee is entered in the Register in respect thereof.

34. Suspension of registration of transfers

The registration of transfers may be suspended at such times and for such periods as the Directors may from time to time determine, and either generally or in respect of any class of shares except that, in respect of any shares which are uncertificated shares, the Register shall not be closed without the consent

of the Operator of the relevant system. The Register shall not be closed for more than thirty days in any year in respect of any one class of shares.

35. Refusal of registration of transfers

- 35.1 In relation to a certificated share, the Directors may decline to recognise any instrument of transfer unless it is in respect of only one class of share, is duly stamped (if so required) and is lodged at the Transfer Office (or such other place as the Directors may from time to time determine) accompanied by the relevant share certificate(s) and such other evidence as the Directors may reasonably require to show the right of the transferor to make the transfer (and, if it is executed by some other person on his behalf, the authority of that person so to do). The Directors may likewise refuse to register any transfer of certificated shares, whether fully paid or not, in favour of more than four persons jointly. In the case of a transfer by a recognised clearing house (within the meaning of FSMA) or a nominee of a recognised clearing house or of a recognised investment exchange (within the meaning of FSMA) the lodgement of share certificates will only be necessary if and to the extent that certificates have been issued in respect of the shares in question.
- 35.2 Subject to Article 60, the Directors may in their absolute discretion and without assigning any reason therefor refuse to register any transfer of any certificated share which is not a fully paid share or is a share on which the Company has a lien provided that, where any such shares are admitted to trading on the Alternative Investment Market of the London Stock Exchange or admitted to the official list of the UK Listing Authority, such discretion may not be exercised in such a way as to disturb the market in those shares or to prevent dealings in the shares of that class from taking place on an open and proper basis.
- 35.3 The Directors may refuse to register any transfer of a certificated share if in their absolute discretion they are satisfied that the person(s) to whom such share is transferred has or may then have, or would or may as a consequence of such transfer obtain, a notifiable holding (as that expression is defined in Article 140) unless the Directors shall (in their absolute discretion) be satisfied that the Council (as that expression is defined in Article 140) and/or the FSA (as defined in Article 140) shall have been notified of such proposed notifiable holding and either that the Council and/or (as the case may require) the FSA shall have given its unconditional written confirmation that it does not object to such person(s) obtaining a notifiable holding or, if any condition to approval of the relevant person acquiring such a holding has been imposed, that such condition has been met to the satisfaction of the Council and/or (as the case may require) the FSA, or shall not have objected (within any relevant period for objection) to such person(s) obtaining a notifiable holding.
- 35.4 Without prejudice to the generality of Articles 35.5 to 35.8 below, for the purposes of enforcing the sanctions in Articles 35.1 to 35.3 in the circumstances outlined in Articles 35.1 to 35.3 relating to uncertificated shares, the Directors may give notice to the transferor requiring the transferor to change the shares held in uncertificated form which are intended to be transferred to certificated form by the time stated in the notice. The notice

may also state that the transferor may not change any default shares held in certificated form to uncertificated form. If the transferor does not comply with the notice, the Directors may require the Operator to convert shares held in uncertificated form which are intended to be transferred into certificated form in the name and on behalf of the transferor in accordance with the Regulations.

- 35.5 In accordance with and subject to the provisions of the Regulations, the Operator of the relevant system shall register a transfer of title to any uncertificated share or any renounceable right of allotment of a share which is a participating security held in uncertificated form unless the Regulations permit the Operator of the relevant system to refuse to register such a transfer in certain circumstances in which case the said Operator may refuse such registration.
- 35.6 If the Operator of the relevant system refuses to register the transfer of an uncertificated share or of any such uncertificated renounceable right of allotment of a share it shall, within the time period stipulated by the Regulations, send notice of the refusal to the transferee.
- 35.7 In accordance with and subject to the provisions of the Regulations, where title to an uncertificated share is transferred by means of a relevant system to a person who is to hold such share in certificated form thereafter, the Company as participating issuer shall register the transfer in accordance with the relevant Operator-instruction, but so that the Company may refuse to register such a transfer in any circumstance permitted by the Regulations.
- 35.8 In accordance with the Regulations, if the Company as participating issuer refuses to register the transfer of title to an uncertificated share transferred by means of a relevant system to a person who is to hold such share in certificated form thereafter, it shall, within two months after the date on which the Operator instruction was received by the Company, send notice of the refusal to the transferee.

36. Notice of refusal to register

If the Directors refuse to register a transfer they shall, in the case of certificated shares, within two months after the date on which the transfer was lodged with the Company, send to the transferee notice of the refusal and (except in the case of fraud) return to him the instrument of transfer or, in the case of uncertificated shares, notify such person as may be required by the Regulations and the requirements of the relevant system concerned.

37. Retention of instruments of transfer

All instruments of transfer which are registered may be retained by the Company.

38. Fees on registration

No fee will be charged by the Company in respect of the registration of any instrument of transfer, probate, letters of administration, certificate of marriage

or death, stop notice, power of attorney or other document relating to or affecting the title to any shares or otherwise for making any entry in the Register affecting the title to any shares.

TRANSMISSION OF SHARES

39. Death

In case of the death of a member, the survivor or survivors, where the deceased was a joint holder, and the executor or personal representatives or administrators of the deceased where he was a sole or only surviving holder, shall be the only persons recognised by the Company as having any title to his interest in the shares, but nothing in this Article shall release the estate of a deceased holder (whether sole or joint) from any liability in respect of any share held by him.

40. Election

Any person becoming entitled to a share in consequence of the death or bankruptcy of a member, or of any other event giving rise to a transmission of such entitlement by operation of law, may, subject as provided in these Articles and upon supplying to the Company such evidence as the Directors may reasonably require to show his title to the share, elect either to be registered himself as a holder of the share upon giving to the Company notice in writing to that effect, or to transfer such share to some other person.

If he elects to be registered himself, he shall give notice to the Company to that effect. If he elects to have another person registered, he shall:

- (i) if it is a certificated share, execute an instrument of transfer of the share to that person; or
- (ii) if it is an uncertificated share:
 - (a) procure that instructions are given by means of a relevant system to effect transfer of the share to that person; or
 - (b) change the share to a certificated share and execute an instrument of transfer of the share to that person.

All the provisions of these Articles relating to the transfer of certificated shares apply to the notice or instrument of transfer (as the case may be) as if it were an instrument of transfer executed by the member and his death, bankruptcy or other event giving rise to a transmission of entitlement had not occurred.

All the limitations, restrictions and provisions of these Articles relating to the right to transfer and the registration of transfers of shares shall be applicable to any such notice or transfer as if the death or bankruptcy of the member or other event had not occurred and the notice or transfer were a transfer by such member.

41. **Rights on death or bankruptcy**

Save as otherwise provided by or in accordance with these Articles, where a person becomes entitled to a share in consequence of the death or bankruptcy of a member, or of any other event giving rise to a transmission of such entitlement by operation of law, the rights of the member in respect of such share shall cease. However the person so entitled shall (upon supplying to the Company such evidence as the Directors may reasonably require to show his title to the share) be entitled to the same dividends and other advantages as those to which he would be entitled if he were the registered holder of the share (and may give good discharge for the same), except that he shall not be entitled in respect thereof (except with the authority of the Directors) to receive notice of or exercise any right conferred by membership in relation to meetings of the Company or any separate meetings of the holders of any class of shares in the Company until he shall have been registered as a member in respect of the share, and should he fail either to transfer the share or to elect to be registered as a member in respect thereof within sixty days of being required by notice so to do by the Directors then, in the case of shares which are fully paid up, he shall be deemed to have elected to be registered as a member in respect thereof and may be registered accordingly and, in the case of shares which are not fully paid up, the Directors may thereafter withhold payment of all dividends and other moneys payable in respect of such share until the notice has been complied with.

SHARE WARRANTS

42. Subject to the provisions of the Statutes, the Directors may issue share warrants, stating that the bearer is entitled to the shares therein specified, in respect of any fully paid shares and all shares while represented by warrants shall be transferable by delivery of the warrants relating thereto. The Directors may determine and from time to time vary the conditions upon which share warrants may be issued. The Directors shall not issue a new share warrant to replace one that has been lost unless they are satisfied beyond reasonable doubt that the original has been destroyed.

GENERAL MEETINGS

43. **Annual general meeting**

An annual general meeting shall be held once in every year, at such time (within a period of not more than fifteen months after the holding of the last preceding annual general meeting) and at such place as may be determined by the Directors. All other general meetings shall be called extraordinary general meetings.

44. **Convening an extraordinary general meeting**

The Directors may whenever they think fit, and shall on requisition in accordance with the Statutes, proceed to convene an extraordinary general meeting with proper expedition. In default such meeting may be convened by requisitionists as provided in the Statutes. At any meeting convened on such

requisition or by such requisitionists, no business shall be transacted except that stated by the requisition or proposed by the Directors. If at any time there are not within the United Kingdom sufficient directors capable of acting to form a quorum for a meeting of the Directors, any director or any two members of the Company may convene an extraordinary general meeting in the same manner as nearly as possible as that in which general meetings may be convened by the Directors.

45. Notice of general meetings

45.1 An annual general meeting, and any general meeting at which it is proposed to pass a special resolution or (save as provided by the Statutes) a resolution of which special notice is required, shall be called by not less than twenty-one clear days' notice in writing and any other extraordinary general meeting by not less than fourteen clear days' notice in writing.

45.2 Subject to the provisions of the Statutes, a general meeting, notwithstanding that it has been called by a shorter notice than that specified in this Article 45, shall be deemed to have been duly called if it is so agreed:-

45.2.1 in the case of an annual general meeting by all the members entitled to attend and vote thereat; and

45.2.2 in the case of an extraordinary general meeting by a majority in number of the members having a right to attend and vote at the meeting, being a majority together holding not less than 95 per cent. in nominal value of the shares giving that right.

45.3 The accidental omission to send a notice or, in cases where it is sent out with the notice, an instrument of proxy to, or the non-receipt of either by, any person entitled thereto shall not invalidate the proceedings at any general meeting.

45.4 Every notice calling a general meeting shall specify the place, the day and the time of the meeting and there shall appear with reasonable prominence in every such notice a statement that a member entitled to attend and vote is entitled to appoint one or more proxies to attend and, on a poll, vote instead of him, and that a proxy need not be a member of the Company.

45.5 In the case of an annual general meeting, the notice shall also specify the meeting as such.

45.6 In the case of any general meeting at which any special business is to be transacted, the notice shall specify the general nature of such business.

45.7 If any resolution is to be proposed as an extraordinary resolution or as a special resolution at a general meeting, the notice shall contain a statement to that effect.

45.8 Every notice calling a general meeting shall be given to the members (other than any who, under the provisions of these Articles or of any restrictions

imposed on any shares, are not entitled to receive notice from the Company), to the Directors and to the Auditors.

- 45.9 The board may determine that persons entitled to receive notices of meeting are those persons entered on the Register at the close of business on a day determined by the board, provided that, if the Company is a participating issuer, the day determined by the board may not be more than 21 days before the day that the relevant notice of meeting is being sent.
- 45.10 The notice of meeting may also specify a time (which, if the Company is a participating issuer, shall not be more than 48 hours before the time fixed for the meeting) by which a person must be entered on the Register in order to have the right to attend or vote at the meeting. Changes to entries on the register after the time so specified in the notice shall be disregarded in determining the rights of any person to so attend or vote.

46. Special business

All business transacted at a general meeting shall be deemed special except the following business transacted at an annual general meeting:

- 46.1 sanctioning or declaring dividends;
- 46.2 receiving and considering the accounts, the reports of the Directors and Auditors and other documents required to be attached or annexed to the accounts;
- 46.3 appointing Auditors (except when special notice of the resolution for such appointment is required by the Statutes) and fixing the remuneration of the Auditors or determining the manner in which such remuneration is to be fixed; and
- 46.4 appointing or re-appointing Directors in the place of those retiring by rotation or otherwise.

PROCEEDINGS AT GENERAL MEETINGS

47. Chairman

The chairman of the Directors, failing whom the deputy chairman, shall preside as chairman at a general meeting. If there shall be no such chairman or deputy chairman, or if at any meeting neither shall be present within fifteen minutes from the time appointed for holding the meeting and willing to act, the Directors present shall choose one of their number to be chairman of the meeting. If no Director be present, or if all the Directors present decline to take the chair, the members present in person and entitled to vote shall choose one of their number to be chairman of the meeting.

48. Quorum

No business shall be transacted at any general meeting unless a quorum is present at the time when the meeting proceeds to business but the absence of a

quorum shall not preclude the choice or appointment of a chairman which shall not be treated as part of the business of the meeting. Three members present in person or by proxy and entitled to vote shall be a quorum for all purposes.

49. Procedure if quorum not present

If within fifteen minutes from the time appointed for a general meeting (or such longer interval not exceeding two hours as the chairman of the meeting may think fit to allow) a quorum is not present, or if during a meeting a quorum ceases to be present, the meeting, if convened by or on the requisition of members, shall be dissolved. In any other case it shall stand adjourned to such other day and such time and place as may have been specified for the purpose in the notice convening the meeting or (if not so specified) as the Directors may determine. At the adjourned meeting any two members present in person or by proxy and entitled to vote shall be a quorum and if within half an hour from the time appointed for the meeting (or such longer interval not exceeding two hours as the chairman of the meeting may think fit to allow) a quorum is not present, or if during the meeting a quorum ceases to be present, the meeting shall be dissolved.

50. Power to adjourn

The chairman of any general meeting at which a quorum is present may with the consent of the meeting (and shall if so directed by the meeting) adjourn the meeting from time to time and from place to place and without such consent he may adjourn any meeting at which a proposal of importance is made for the consideration whereof in his judgement (which shall not be challenged) a larger attendance of members is desirable or the members wishing to attend cannot be conveniently accommodated in the place appointed for the meeting or if in his opinion it has become necessary to do so in order to secure the proper and orderly conduct of the meeting, to give all persons entitled to do so a reasonable opportunity of speaking and voting at the meeting or to ensure that the business of the meeting is disposed of properly.

51. Business at adjourned meeting

No business shall be transacted at any adjourned meeting except business which might lawfully have been transacted at the meeting from which the adjournment took place.

52. Notice of adjourned meeting

Where a meeting is adjourned sine die, the time and place for the adjourned meeting shall be fixed by the Directors. When a meeting is adjourned for thirty days or more or indefinitely, not less than seven clear days' notice of the adjourned meeting shall be given in like manner as in the case of the original meeting. Save as aforesaid it shall not be necessary to give any notice of an adjournment or of the business to be transacted at an adjourned meeting.

53. Accommodation of members at meeting and security

- 53.1 If it appears to the chairman of a meeting that the meeting place specified in the notice convening the meeting is inadequate to accommodate all members entitled and wishing to attend, the meeting shall nevertheless be duly constituted and its proceedings valid provided that the chairman is satisfied that adequate facilities are available to ensure that any member who is unable to be accommodated is nonetheless able to participate in the business for which the meeting has been convened and to hear and see all persons present who speak (whether by the use of microphones, loudspeakers, audio visual communications equipment or otherwise) and whether in the meeting place or elsewhere and to be heard and seen by all other persons so present in the same manner.
- 53.2 The Directors may make any arrangement and impose any restriction they consider appropriate to ensure the security of a meeting including, without limitation, the searching of a person attending the meeting and the restriction of the items of personal property that may be taken into the meeting place. The Directors may authorise one or more persons, who shall include a Director or the Secretary or the chairman of the meeting to:
- (i) refuse entry to a meeting to a person who refuses to comply with these arrangements or restrictions; and
 - (ii) eject from a meeting any person who causes the proceedings to become disorderly.

54. Amendment to resolutions

If an amendment shall be proposed to any resolution under consideration but shall in good faith be ruled out of order by the chairman of the meeting, the proceedings on the substantive resolution shall not be invalidated by any error in such ruling. In the case of a resolution duly proposed as a special or extraordinary resolution no amendment thereto (other than a mere clerical amendment to correct a patent error) may in any event be considered or voted upon. Any amendments to ordinary resolutions must be received by the Company at the Office at least 48 hours before the time for holding the meeting or the adjourned meeting, failing which amendments shall only be accepted at the discretion of the Chairman.

55. Method of voting

- 55.1 At any general meeting a resolution put to the vote of the meeting shall be decided on a show of hands unless a poll is (before or on the declaration of the result of the show of hands) demanded. Subject to the provisions of the Statutes, a poll may be demanded by:-
- 55.1.1 the chairman of the meeting; or
 - 55.1.2 not less than three members present in person or by proxy and entitled to vote; or

55.1.3 a member or members present in person or by proxy and representing in the aggregate not less than one-tenth of the total voting rights of all the members having the right to attend and vote at the meeting; or

55.1.4 a member or members present in person or by proxy and holding shares in the Company conferring a right to attend and vote at the meeting being shares on which an aggregate sum has been paid up equal to not less than one-tenth of the total sum paid up on all the shares conferring that right.

A demand for a poll may be withdrawn but only with the consent of the chairman and a demand so withdrawn shall validate the result of a show of hands declared before the demand was made and, in the case of a poll demanded before the declaration of the result of a show of hands, the meeting shall continue as if the demand had not been made.

55.2 Unless a poll is demanded and the demand is not withdrawn, a declaration by the chairman of the meeting that a resolution has been carried or carried unanimously or by a particular majority or lost, and an entry to that effect in the minute book, shall be conclusive evidence of that fact without proof of the number or proportion of the votes recorded for or against such resolution.

56. Procedure on a poll

56.1 If a poll is demanded, it shall be taken in such manner (including the use of ballot or voting papers or tickets) as the chairman of the meeting may direct, and the result of the poll shall be deemed to be the resolution of the meeting at which the poll was demanded.

56.2 The chairman of the meeting may (and if so directed by the meeting shall) appoint scrutineers, who need not also be members, and may adjourn the meeting to some place and time fixed by him for the purpose of declaring the result of the poll.

56.3 A poll demanded on the election of a chairman or on a question of adjournment shall be taken forthwith. A poll demanded on any other question shall be taken either immediately or at such subsequent time (not being more than thirty days from the date of the meeting at which the demand is made) and place as the chairman may direct. No notice need be given of a poll not taken immediately if the time and place at which it is to be taken are announced at the meeting at which it is demanded. In any other case at least seven clear days' notice shall be given specifying the time and place at which the poll is to be taken.

56.4 The demand for a poll (other than on the election of the chairman of the meeting or on any question of adjournment) shall not prevent the continuance of the meeting for the transaction of any business other than the question on which the poll has been demanded.

57. Casting vote

In the case of an equality of votes, whether on a show of hands or on a poll, the chairman of the meeting at which the show of hands takes place or at which the poll is demanded shall be entitled to an additional or a casting vote.

58. Votes of members

58.1 Subject to the Statutes and to any special rights or restrictions as to voting attached by or applicable in accordance with these Articles to any class of shares, on a show of hands every member who is present in person shall have one vote and on a poll every member who is present in person or by proxy shall have one vote for every share of which he is the holder.

58.2 In the case of joint holders of a share the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint holders, and for this purpose seniority shall be determined by the order in which the names stand in the Register in respect of the share.

58.3 Where in the United Kingdom or elsewhere a receiver or other person (by whatever name called) has been appointed by any court or official claiming jurisdiction in that behalf to exercise powers with respect to the property or affairs of any member on the ground (however formulated) of mental disorder, the Directors may in their absolute discretion, upon or subject to production of such evidence of the appointment as the Directors may require, permit such receiver or other person on behalf of such member to vote in person or by proxy at any general meeting or to exercise any other right conferred by membership in relation to meetings of the Company.

59. Restriction on voting rights

No member shall, unless the Directors otherwise determine, be entitled in respect of any share held by him to vote either personally or by proxy, at a general meeting or a meeting of the holders of any class of shares of the Company or to exercise any other rights conferred by membership in relation to general meetings of the Company or meetings of the holders of any class of shares of the Company, if any call or other sum presently payable by him to the Company in respect of that share remains unpaid. Such restriction shall cease to apply upon payment of the amount outstanding and all costs, charges and expenses incurred by the Company by reason of such non payment.

Furthermore, no member may in respect of any disenfranchised shares (as defined in Article 140) cast any vote in respect of such shares either personally or by representative or proxy at a general meeting of the Company or at a meeting of the holders of any class of shares of the Company on any poll or to exercise any other rights conferred by membership in respect of the disenfranchised shares in relation to general meetings of the Company or meetings of the holders of any class of shares of the Company or polls.

60. **Notice under section 212**

60.1 If the Directors are satisfied that any member, or any other person appearing to be interested in shares held by such member, has been duly served with a notice under section 212 of the Act (a "**section 212 notice**") and is in default of such notice for the prescribed period (either by failing or refusing to supply to the Company all or any part of the information thereby required or, in purporting to comply with such notice, by making a statement which is false or inadequate in any material particular) then the Directors may in their absolute discretion at any time thereafter by a notice ("**default notice**") to such member specifying the nature of the default, the number of shares concerned and the steps to be taken to remedy such default direct that, in respect of such shares ("**default shares**", which expression shall include any further shares which are allotted or issued in respect of such shares after the date of the section 212 notice), the member shall not be entitled to be present or to vote either personally or by representative or proxy at a general meeting of the Company or at a meeting of the holders of any class of shares of the Company or on any poll or to be included in a quorum or to exercise any other right conferred by membership in relation to general meetings of the Company or meetings of the holders of any class of shares of the Company or polls.

60.2 Where the default shares represent at least 0.25 per cent. in nominal value of the issued shares of that class (excluding any shares of that class held as treasury shares), then the default notice may additionally direct that:

60.2.1 any dividend or part thereof or other money which would otherwise be payable in respect of the default shares shall be retained by the Company without any liability to pay interest thereon when such money is finally paid to the member and the holder shall not be entitled under Article 127 to elect to receive shares instead of that dividend; and/or

60.2.2 no transfer of any of the shares held by such member shall be registered unless:

(a) the member is not himself in default as regards supplying the information required and the transfer is of part only of the member's holding and, when presented for registration, is accompanied by a certificate by the member in a form satisfactory to the Directors to the effect that after due and careful enquiry the member is satisfied that none of the shares the subject of the transfer are default shares; or

(b) the transfer is an approved transfer.

For the purpose of enforcing the sanction in this Article 60.2, the Directors may give notice to the member requiring the member to change default shares held in uncertificated form to certificated form by the time stated in the notice. The notice may also state that the member may not change any default shares held in certificated form to uncertificated form. If the member does not comply with the notice, the Directors may require the Operator (as defined in

the Regulations) to convert default shares held in uncertificated form into certificated form in the name and on behalf of the member in accordance with the Regulations.

- 60.3 The Company shall send to each other person appearing to be interested in any default shares the subject of any default notice a copy of the default notice but the failure or omission by the Company to do so shall not invalidate such default notice.
- 60.4 Any default notice shall have effect in accordance with its terms from the date of its issue until it shall cease to have effect in accordance with Article 60.5.
- 60.5 A default notice shall cease to have effect in relation to any shares which are transferred by the member by means of an approved transfer or in accordance with Article 60.2.2 within seven days of notice to the Company to that effect. The Directors may at any time give notice cancelling a default notice, such cancellation to be made within seven days of the default being remedied to the satisfaction of the Company.
- 60.6 For the purposes of this Article:
 - 60.6.1 a person shall be treated as appearing to be interested in any shares if the member holding such shares has given to the Company a notification under section 212 of the Act which either (a) names such person as being so interested or (b) fails to establish the identities of those interested in the shares and (after taking into account the said notification and any other relevant section 212 notification) the Company knows or has reasonable cause to believe that the person in question is or may be interested in the default shares;
 - 60.6.2 the prescribed period is 14 days from the date of service of the section 212 notice;
 - 60.6.3 "interested" shall be construed as it is for the purpose of section 212 of the Act.
- 60.7 For the purpose of this Article a transfer of shares is an approved transfer if:
 - 60.7.1 it is a transfer of shares to an offeror by way or in pursuance of acceptance of a takeover offer for the Company (as defined in section 428(1) of the Act); or
 - 60.7.2 the Directors are satisfied that the transfer is made pursuant to a sale of the whole of the beneficial ownership of the shares to a party unconnected with the transferring member and/or with any other person appearing to be interested in such shares; or
 - 60.7.3 the transfer results from a sale made through a recognised investment exchange (within the meaning of FSMA).

60.8 The Directors shall cause the Register to have noted against the name of the member upon whom a default notice has been served details of such default notice and the number of shares specified therein and shall cause such notice to be deleted upon the default notice ceasing to have effect in accordance with Article 60.5.

60.9 Any new shares in the Company issued in right of any shares subject to a default notice shall also be subject to the default notice (save to the extent that the Company gives a separate default notice in relation to the new shares) and the Directors may make any right to an allotment of such new shares subject to restrictions corresponding to those which will (when such new shares are issued) apply to those new shares pursuant to a default notice served by virtue of this Article 60.9.

60.10 Nothing contained in these Articles shall prejudice or affect the right of the Company to apply to the court for an order under section 216 of the Act and (in connection with such an application or intended application or otherwise) to require information on shorter notice than the minimum of 14 days prescribed by Article 60.6.2.

61. Admissibility of votes and errors in voting

No objection shall be raised as to the admissibility of any vote or the counting of, or failure to count, any vote except at the meeting or adjourned meeting at which the vote objected to is or may be given or tendered or at which the error occurs and every vote not disallowed at such meeting shall be valid for all purposes. Any such objection shall be referred to the chairman of the meeting whose decision thereon shall be final and conclusive.

62. Voting by proxy

62.1 On a poll votes may be given either personally or by proxy and a person entitled to more than one vote need not use all his votes or cast all the votes he uses in the same way.

62.2 A proxy need not be a member of the Company.

62.3 An appointment of a proxy shall be in writing in the usual form or in any other form which the Directors may approve and:-

62.3.1 in the case of an individual shall be signed by the appointor or by his attorney; or

62.3.2 in the case of a body corporate shall be either executed by it or signed on its behalf by an attorney or a duly authorised officer of the body corporate; or

62.3.3 in either case where the appointment of a proxy is to be effected as an electronic communication, signed in the manner and otherwise completed and delivered upon such terms and arrangements stipulated by the Directors.

The Directors may, but shall not be bound to, require evidence of the authority of any such officer or attorney.

- 62.4 An appointment of a proxy shall, unless the contrary is stated in it, be valid as well for any adjournment of the meeting as for the meeting to which it relates.
- 62.5 An appointment of a proxy relating to more than one meeting, having once been so delivered for the purposes of any meeting, shall not require again to be delivered for the purposes of any subsequent meeting to which it relates.
- 62.6 Deposit of an appointment of a proxy shall not preclude a member from attending and voting in person at the meeting or any adjournment thereof or on any poll.
- 62.7 An appointment of a proxy shall be deemed (unless any contrary direction is contained in it) to include the right for the proxy to demand or join in demanding a poll and to vote on any resolution or amendment of a resolution put to, or any other business which may properly come before, the meeting for which it is given, as the proxy thinks fit, but shall not confer any further right on the proxy to speak at the meeting except with the permission of the chairman of the meeting.
- 62.8 A vote cast or poll demanded by proxy or by the duly authorised representative of a body corporate shall not be invalidated by the previous death or incapacity of the principal, or by the revocation of the appointment of the proxy or representative or of the authority under which the appointment was made, unless intimation in writing of such death, incapacity or revocation shall have been received by the Company at the Transfer Office (or such other place as is specified for depositing the appointment of a proxy) including appointments effected by means of electronic communication or where the appointment of the proxy was contained in an electronic communication, at the address at which such appointment was duly received in each case in accordance with Article 63.1 at least one hour before the commencement of the meeting or adjourned meeting or (in the case of a poll taken otherwise than at or on the same day as the meeting or adjourned meeting) the time appointed for the taking of the poll at which the vote is cast.
- 62.9 No appointment of a proxy shall be valid after the expiration of twelve months from the date referred to in it as the date of the making of the appointment, except at an adjournment of a meeting originally held within twelve months from such date.
- 62.10 A member may appoint more than one proxy to attend on the same occasion. When two or more valid but differing proxies are delivered in respect of the same share for use at the same meeting, the one which is last validly delivered (regardless of its date, its date of sending or the date of its execution) shall be treated as replacing and revoking the other(s) as regards that share and if the Company is unable to determine which of any such two or more valid but differing appointments of proxy was so delivered last in time, none of them shall be treated as valid in respect of that share.

- 62.11 Subject to the provisions of the Statutes, the Company may send out proxy forms to all or none of the persons entitled to receive notice of and to vote at any meeting, and if sent shall provide for two way voting and for abstentions (which shall be deemed to be votes withheld) on all resolutions set out in the notice of meeting.

63. Delivery of proxies

- 63.1 The appointment of a proxy shall not be valid and the proxy named in the appointment shall not be entitled to vote at the meeting unless the appointment,:

63.1.1 in the case of an appointment not contained in an electronic communication, is deposited at such place or one of such places (if any) as may be specified for that purpose in or by way of note to the notice convening the meeting or in any appointment of proxy or other accompanying document sent by the Company in relation to the meeting (or, if no place is so specified, at the Transfer Office);

63.1.2 in the case of an appointment contained in an electronic communication, where an address for and manner of communication with the Company has been stipulated in or by way of note to the notice convening the meeting or in any other document accompanying such notice or in any invitation contained in an electronic communication to appoint a proxy issued by the Company in relation to the meeting, be received at such address or by such means,

in either case not later than 48 hours before the time appointed for holding the meeting or adjourned meeting or the taking of the poll at which the person named in such appointment proposes to vote or in the case of a poll taken otherwise than at or on the same day as the meeting or adjourned meeting, not less than 24 hours before the time appointed for the taking of the poll at which it is to be used, and in default the appointment of a proxy shall not be treated as valid.

- 63.2 Failing previous registration with the Company, the power of attorney or other authority, if any, under which the appointment of a proxy is executed, or a notarially certified copy or a copy certified in accordance with the Power of Attorneys Act 1971 of that power of attorney, or a copy certified in some other manner approved by the Directors, shall (whether Article 63.1.1 or 63.1.2 applies) also be deposited or received at the Transfer Office or such other place specified in accordance with the aforementioned provisions of this Article not later than the time by which the appointment of a proxy is required to be deposited or received in accordance with this Article.

64. Body corporate acting by representatives

Any body corporate which is a member of the Company may, by resolution of its directors or other governing body, authorise such person as it thinks fit to act as its representative at any meeting of the Company or of any class of

members of the Company. The person so authorised shall be entitled to exercise the same powers on behalf of such body corporate as the body corporate could exercise if it were an individual member of the Company, and such body corporate shall for the purposes of these Articles be deemed to be present in person at any such meeting (or adjournment thereof) if a person so authorised is present thereat and all references to attendance and voting in person shall be construed accordingly. A Director or the Secretary or some person authorised for such purpose by the Directors or the Secretary may require the representative to produce a certified copy of the resolution so authorising him before permitting him to exercise his powers.

65. Members' written resolutions

- 65.1 A resolution in writing duly executed by or on behalf of all the members of the Company or any class of them entitled to receive notice of and to attend and vote at a general meeting or any separate meeting of a class of the members (as the case may be) shall be as valid and effectual as if it had been passed at the general or class meeting of the Company duly convened and held and may be contained in one document or in several documents in the same terms each executed by one or more of the members or their proxies or attorneys and execution in the case of a body corporate which is a member shall be sufficient if made by a director thereof or by its duly authorised representative.
- 65.2 A resolution referred to in Article 65.1 may be contained within and or assented to and passed in terms thereof by means of electronic communications and in accordance with such terms and arrangements as may be first stipulated by the Directors using addresses notified by recipients for such purpose.
- 65.3 If such a resolution in writing is described as a special resolution or as an extraordinary resolution it shall have effect accordingly.

66. Class meetings

Subject to the Statutes, any separate meeting of the holders of any class of shares (whether in connection with the variation or abrogation of the rights attached to shares of the class or otherwise) and any written resolution passed by them shall be convened and conducted and passed in all respects as nearly as possible in the same way as an extraordinary general meeting of the Company and the passing of any written resolution of the members required or permitted by these Articles provided that:

- 66.1 no member, other than a Director or the Secretary, shall be entitled to notice of it or to attend unless he is a holder of shares of that class;
- 66.2 no vote shall be given except in respect of the shares of that class;
- 66.3 the quorum attending such meeting shall be two persons present in person holding or representing by proxy or as the duly authorised representative of a corporation at least one third in nominal value of the issued shares of the class (excluding any share of that class held as treasury shares) except where there

is only one holder of the class of shares in which case the quorum shall be such holder;

- 66.4 the quorum attending adjourned meetings shall be one person holding shares of the class in question who is present in person or by proxy; and
- 66.5 a poll may be demanded in writing by any member present in person or by proxy or as the duly authorised representative of a corporation and entitled to vote at the meeting and on a poll each member shall have one vote for every share of the class in question of which he is the holder.

DIRECTORS

67. Number of Directors

Subject as hereinafter provided the number of Directors shall not exceed 15 and shall not be less than two. The Company may by ordinary resolution from time to time vary the minimum number and/or maximum number of Directors provided that the minimum number of Directors shall not be less than two.

68. No share qualification

A Director shall not be required to hold any shares in the capital of the Company by way of qualification. A Director who is not a member of the Company shall nevertheless be entitled to attend and speak at general meetings and at any separate meeting of the holders of any class of shares or debentures in the capital of the Company.

DIRECTORS' REMUNERATION AND EXPENSES

69. Directors' fees

The amount of any fees payable to Directors shall be determined by the Directors provided that they shall not in any year exceed in aggregate the sum of £325,000 or such other sum as may from time to time be approved by ordinary resolution (excluding amounts payable under any other provision of these Articles). Any such fees shall be divisible among the Directors as they may agree, or, failing agreement, equally, except that any Director who shall hold office for part only of the period in respect of which such remuneration is payable shall be entitled only to rank in such division for a proportion of the remuneration related to the period during which he has held office.

70. Remuneration of executive Director

Any Director who holds any executive office (including for this purpose the office of chairman or deputy chairman whether or not such office is held in an executive capacity), or who serves on any committee, or who, at the request of the Directors, goes or resides abroad, makes any special journey or otherwise performs services which in the opinion of the Directors are outside the scope of the ordinary duties of a Director, may be paid such remuneration by way of salary, commission or otherwise as the Directors may determine in addition to

or in lieu of any fee payable to him for his services as Director pursuant to these Articles.

71. Expenses

The Company shall repay to any Director all such reasonable expenses as he may properly incur in the performance of his duties including attending meetings of the Directors or of any committee of the Directors or general meetings or separate meetings of the holders of any class of shares or debentures of the Company or otherwise in or about the business of the Company.

DIRECTORS' INTERESTS

72. Directors' pensions and other benefits

The Directors may exercise all the powers of the Company to establish and maintain or procure the establishment and maintenance of any non-contributory or contributory pension or superannuation funds for the benefit of, and give or procure the giving of donations, gratuities, pensions, allowances or emoluments to, any persons who are or were at any time in the employment or service of or who are or were at any time Directors or officers of and holding any salaried employment or office in the Company or any other company which is its holding company or in which the Company or such holding company has any interest whether direct or indirect or which is in any way allied to or associated with the Company or in any company which is a subsidiary undertaking of the Company or of any such other company and the families and dependants of any such persons, and also establish and subsidise or subscribe to any institutions, associations, clubs or funds calculated to be for the benefit of or to advance the interests and well-being of the Company or of any such other company, or of any such persons as aforesaid, and, subject to the Statutes, make payments for or towards the insurance of any such persons as aforesaid, and do any of the matters aforesaid either alone or in conjunction with any such other company.

73. Power to purchase insurance

Without prejudice to the provisions of Article 139 and subject to the Statutes, the Directors shall have power to purchase and maintain insurance for or for the benefit of any persons who are or were at any time:

- 73.1 Directors, officers (excluding auditors) or employees of the Company or of any other company which is its holding company, or in which the Company or such holding company has any interest whether direct or indirect, or which is in any way allied to or associated with the Company or such holding company, or of any subsidiary undertaking of the Company or of such other company;
- 73.2 trustees of any pension fund in which employees of the Company or of any other such company or subsidiary undertaking are interested,

including (without prejudice to the generality of the foregoing) insurance against any liability (which may lawfully be insured against by the Company) incurred by such persons in respect of any act or omission in the actual or purported exercise, execution and/or discharge of their powers or duties and/or otherwise in relation to their duties, powers or offices in relation to the Company or any other such company, subsidiary undertaking or pension fund.

74. Directors' interests in offices/arrangements

74.1 Subject to the provisions of the Statutes, and provided that he has disclosed to the Directors the nature and extent of any material interest of his, a Director notwithstanding his office:-

74.1.1 may be a party to, or otherwise interested in, any contract, transaction or arrangement with the Company or in which the Company is otherwise interested (including any insurance against any liability purchased or maintained by the Company for him or for his benefit);

74.1.2 may be a director or other officer of, or employed by, or a party to any transaction or arrangement with, or otherwise interested in, any body corporate promoted by the Company or in which the Company is otherwise interested;

74.1.3 may hold any other office or place of profit under the Company (except that of auditor or auditor of a subsidiary of the Company) in conjunction with the office of Director and may act by himself or through his firm in a professional capacity to the Company and in any such case on such terms as to remuneration and otherwise as the Directors may arrange either in addition to or in lieu of any remuneration provided for by any other of these Articles; and

74.1.4 shall not, by reason of his office, be accountable to the Company for any benefit which he derives from any such office or employment or from any such contract, transaction or arrangement or from any interest in any such body corporate, and no such contract, transaction or arrangement shall be liable to be avoided on the grounds of any such interest or benefit.

74.2 A Director who, to his knowledge, is in any way (directly or indirectly) interested in any contract, transaction or arrangement with the Company shall declare the nature of his interest at the Directors' meeting at which the question of entering into the contract, transaction or arrangement is first considered if he knows his interest then exists or, in any other case, at the first Directors' meeting after he knows that he is or has become so interested.

74.3 For the purposes of this Article:-

74.3.1 a general notice given to the Directors at a meeting of the Directors that a Director is to be regarded as having an interest, of the nature and extent specified in the notice, in any contract, transaction or

arrangement in which a specified person or class of persons is interested, shall be deemed to be a disclosure that the Director has an interest in any such contract, transaction or arrangement of the nature and extent so specified; and

- 74.3.2 an interest of which a Director has no knowledge and of which it is unreasonable to expect him to have knowledge shall not be treated as an interest of his.

75. Exercise of Company's voting power

The Directors may exercise the voting power conferred by the shares in any other company held or owned by the Company, or exercisable by them as directors of such other company, in such manner in all respects as they think fit (including the exercise thereof in favour of any resolution appointing themselves or any of them directors or other officers or employees of that company or voting or providing for the payment of remuneration to or the purchase and maintenance of insurance against liability for such officers or employees).

EXECUTIVE DIRECTORS

76. Appointment of executive Directors

- 76.1 The Directors may from time to time appoint one or more of their body to be the holder of any executive office (including, where considered appropriate, the office of chairman, deputy chairman, managing director, chief executive or chief financial officer) on such terms and for such period (subject to the provisions of the Statutes) as they may determine and, without prejudice to the terms of any agreement entered into in any particular case, may at any time revoke or terminate any such appointment.

- 76.2 The appointment of any Director to any such executive office shall automatically determine if he ceases for any cause to be a Director, but without prejudice to any claim he may have for damages for breach of any agreement between him and the Company.

77. Powers of executive Directors

The Directors may entrust to and confer upon any Director holding any executive office any of the powers, authorities and discretions (with power to sub delegate) exercisable by them as Directors upon such terms and conditions and with such restrictions as they think fit, and either collaterally with or to the exclusion of their own powers, and may from time to time revoke, withdraw, alter or vary all or any of such powers.

APPOINTMENT AND RETIREMENT OF DIRECTORS

78. No retirement by reason of age

Any provisions of the Statutes which, but for this Article, would have the effect of rendering any person ineligible for appointment as a Director or

liable to vacate office as a Director on account of his having reached any specified age, or of requiring special notice or any other special formality in connection with the appointment of any Director over a specified age, shall not apply to the Company.

79. Vacation of office by Director

79.1 Without prejudice to the provisions for retirement (by rotation or otherwise) contained in these Articles, the office of a Director shall be vacated on the occurrence of any of the following events:-

- 79.1.1 where he has been appointed for a fixed term, the term expires;
- 79.1.2 if he ceases to be a Director by virtue of any provision of the Statutes, is removed from office pursuant to these Articles or becomes prohibited by law from acting as a Director;
- 79.1.3 if, not being an executive Director holding office as such for a fixed term or other minimum period which has not expired, he resigns by notice in writing under his hand left at the Office or tendered at a board meeting;
- 79.1.4 if, being such an executive Director, he offers in writing to resign and the Directors resolve to accept such offer;
- 79.1.5 if he becomes bankrupt, has a receiving order made against him or makes any arrangement or compounds with his creditors generally or applies to the court for an interim order under section 253 of the Insolvency Act 1986 in connection with a voluntary arrangement under that Act;
- 79.1.6 if in the United Kingdom or elsewhere an order is made by any court claiming jurisdiction in that behalf on the ground (however formulated) of mental disorder for his detention or for the appointment of a receiver or other person (by whatever name called) to exercise powers with respect to his property or affairs, or if he is admitted to hospital pursuant to an application for treatment under the Mental Health Act 1983 or the Mental Health (Scotland) Act 1960 or 1984;
- 79.1.7 if he is absent from meetings of the Directors for six consecutive months without leave and the Directors resolve that his office be vacated; or
- 79.1.8 if he is removed from office by notice in writing served upon him signed by all his co-Directors, but so that if he holds an appointment to an executive office which thereby automatically determines such removal shall be deemed an act of the Company and shall have effect without prejudice to any claim for damages for breach of any agreement between him and the Company.

79.2 A resolution of the Directors declaring a Director to have vacated office under the terms of this Article shall be conclusive as to the fact and grounds of vacation stated in the resolution.

79.3 If the office of a Director is vacated for any reason, he shall cease to be a member of any committee of the Directors.

80. Retirement by rotation

80.1 At each annual general meeting, one-third of the Directors who are subject to retirement by rotation or, if their number is not three or a multiple of three, the number nearest to but not greater than one-third, shall retire from office by rotation, but so that, if there are fewer than three Directors who are subject to retirement by rotation, one shall retire from office, provided that no Director holding office as managing or joint managing director or chief executive shall be subject to retirement by rotation or be taken into account in determining the number of Directors to retire.

80.2 If any one or more Directors:

80.2.1 were last appointed or reappointed three years or more prior to the meeting;

80.2.2 were last appointed or reappointed at the third immediately preceding annual general meeting; or

80.2.3 at the time of the meeting will have served more than eight years as a non-executive Director of the Company (excluding as the chairman of the board),

he or they shall retire from office and shall be counted in obtaining the number required to retire at the meeting, provided that the number of Directors required to retire under Article 80.1 above shall be increased to the extent necessary to comply with this paragraph.

81. Directors to retire

Subject to the provisions of the Statutes and of these Articles, the Directors to retire by rotation shall include (so far as necessary to obtain the number required) any Director who wishes to retire and not to offer himself for re-election. Any further Directors so to retire shall be those of the other Directors subject to retirement by rotation who have been longest in office since their last re-election or appointment, and so that as between persons who became or were last re-elected Directors on the same day those to retire shall (unless they otherwise agree among themselves) be determined by lot. A retiring Director shall be eligible for re-election. The Directors to retire on each occasion (both as to number and identity) shall be determined by the composition of the board of Directors at the start of business on the date of the notice convening the annual general meeting notwithstanding any change in the number or identity of the Directors after that time but before the close of the meeting.

82. Deemed re election

At the meeting at which a Director retires under any provision of these Articles the Company may by ordinary resolution fill the office being vacated by electing thereto the retiring Director or some other person eligible for appointment. In default the retiring Director shall be deemed to have been re-elected unless:-

- 82.1 at such meeting it is expressly resolved not to fill such office, or a resolution for the re-election of such Director is put to the meeting and lost; or
- 82.2 such Director has given notice in writing to the Company that he is unwilling to be re-elected; or
- 82.3 the default is due to the moving of a resolution in contravention of Article 84.

83. Position of retiring Director

The retirement of a Director shall not have effect until the conclusion or adjournment of the meeting except where a resolution is passed to elect some other person in the place of the retiring Director or a resolution for his re-election is put to the meeting and lost, and accordingly a retiring Director who is re-elected or deemed to have been re-elected will continue in office without break.

84. Appointment of two or more Directors

A resolution for the appointment of two or more persons as Directors by a single resolution shall not be moved at any general meeting unless an ordinary resolution that it shall be so moved has first been agreed by the meeting without any vote being given against it and any resolution moved in contravention of this Article shall be void.

85. Eligibility of new Directors

No person, other than a Director retiring at the meeting or a person recommended by the Directors, shall be eligible for appointment as a Director at any general meeting unless not less than seven nor more than forty-two days (inclusive of the date on which the notice is given) before the date appointed for the meeting there shall have been lodged at the Office notice in writing (which may be by facsimile transmitted document but not otherwise by means of an electronic communication), signed by a member (other than the person to be proposed) duly qualified to attend and vote at the meeting for which such notice is given, of his intention to propose such person for appointment and also notice in writing (which may be by facsimile transmitted document but not otherwise by means of an electronic communication), signed by the person to be proposed of his willingness to be appointed and stating all such particulars of him as would, on his appointment, be required to be included in the Company's register of directors.

86. Removal by Company

- 86.1 In addition to any power of removal conferred by the Statutes, the Company may by ordinary resolution of which special notice has been given remove any Director from office (notwithstanding any provision of these Articles or of any agreement between the Company and such Director, but without prejudice to any claim he may have for damages for breach of any such agreement).
- 86.2 The Company may by ordinary resolution appoint another person in place of a Director so removed from office.
- 86.3 Any person so appointed shall be treated, for the purpose of determining the time at which he or any other Director is to retire by rotation, as if he had become a Director on the day on which the Director in whose place he is appointed was appointed or last re elected a Director.
- 86.4 In default of such appointment the vacancy arising upon the removal of a Director from office may be filled as a casual vacancy.

87. Power of the Company to appoint Directors

The Company may by ordinary resolution appoint any person who is willing to act to be a Director either to fill a casual vacancy or as an additional Director but so that the total number of Directors shall not exceed any maximum number (if any) fixed in accordance with these Articles.

88. Power of the Directors to appoint Directors

- 88.1 The Directors shall have power at any time to appoint any person who is willing to act as a Director either to fill a vacancy or as an addition to the existing Directors but so that the total number of Directors appointed shall not exceed the maximum number (if any) fixed by or in accordance with these Articles.
- 88.2 Any person so appointed by the Directors shall hold office only until the next annual general meeting and shall then be eligible for re-election, but shall not be taken into account in determining the number of Directors who are to retire by rotation at such meeting. If not reappointed at such meeting, he shall vacate office at the conclusion thereof.

ALTERNATE DIRECTORS

89. Appointment and powers of alternate directors

- 89.1 Any Director (other than an alternate director) may at any time by notice in writing deposited at the Office or delivered at a meeting of the Directors or if an electronic communication, sent to an address specified by the Directors for such purpose, appoint any person (including another Director) to be his alternate director. Such appointment, unless previously approved by the Directors, shall have effect only upon and subject to being so approved.

- 89.2 A Director may at any time by notice in writing and deposited at the Office or delivered at a meeting of the Directors or if an electronic communication, sent to an address specified by the Directors for such purpose, revoke the appointment of his alternate director and, subject to the provisions of Article 89.1, appoint another person in his place.
- 89.3 The appointment of an alternate director shall determine on the happening of any event which, if he were a Director, would cause him to vacate such office or if his appointor ceases to be a Director; but if a Director retires by rotation or otherwise but is re appointed or deemed to have been re appointed at the meeting at which he retires any appointment of an alternate director made by him which was in force immediately prior to his retirement shall continue after his re appointment.
- 89.4 An alternate director shall be entitled (subject to him giving to the Company an address within the United Kingdom or an address for electronic communications at which notices may be served on him) to receive notices of meetings of the Directors and shall be entitled to attend and vote as a Director at any such meeting at which the Director appointing him is not personally present, and generally at such meeting to exercise all the powers, rights, duties and authorities of his appointor as a Director, and for the purposes of the proceedings at such meeting the provisions of these Articles shall apply as if he (instead of his appointor) were a Director.
- 89.5 If the alternate shall be himself a Director or shall attend any such meeting as an alternate for more than one Director his voting rights shall be cumulative but he shall count as only one for the purpose of determining whether a quorum is present. If his appointor is for the time being absent from the United Kingdom or temporarily unable to act through ill health or disability, his signature to any resolution in writing of the Directors shall be as effective as the signature of his appointor.
- 89.6 An alternate director shall not be required to hold any shares in the Company and shall not be counted in reckoning the maximum number of Directors allowed by these Articles.
- 89.7 To such extent as the Directors may from time to time determine in relation to any committees of the Directors, the foregoing provisions of this Article 89 shall apply *mutatis mutandis* to any meeting of any such committee of which an alternate director's appointor is a member.
- 89.8 An alternate director shall not (save as aforesaid) have power to act as a Director nor shall he be deemed to be a Director for the purposes of these Articles nor shall he be deemed to be the agent of the Director appointing him, but he shall be an officer of the Company and shall alone be responsible to the Company for his own acts and defaults.
- 89.9 An alternate director shall be entitled to contract and be interested in and benefit from contracts or arrangements or transactions and to be repaid expenses and to be indemnified to the same extent *mutatis mutandis* as if he were a Director, but he shall not be entitled to receive from the Company in

respect of his appointment as alternate director any remuneration except only such part (if any) of the remuneration otherwise payable to his appointor as such appointor may by notice in writing to the Company from time to time direct.

ASSOCIATE DIRECTORS

90. Appointment and powers of associate Directors

- 90.1 The Directors may from time to time appoint any manager or other person in the employment of the Company or its holding company or any subsidiary undertaking of the Company or of its holding company to be an associate director of the Company.
- 90.2 Any associate director may be removed by resolution of the Directors at any time for any reason and without the giving of any notice in that behalf.
- 90.3 Until otherwise determined by the Company in general meeting, the number of associate directors for the time being shall not exceed six.
- 90.4 An associate director appointed under this Article shall not be required to hold any shares in the Company to qualify him for such office.
- 90.5 An associate director shall not while he continues to hold office be taken into account in calculating the number to form a quorum at any meeting of the Directors.
- 90.6 The appointment, continuance in office, removal, powers, duties and remuneration of an associate director shall be determined by the Directors, with full power to make such arrangements as the Directors may think fit.
- 90.7 An associate director shall not except with and to the extent of the sanction of the Directors:-
 - 90.7.1 have any right of access to the books of the Company;
 - 90.7.2 be entitled to receive notice of or to attend at the meetings of the Directors; or
 - 90.7.3 be entitled to participate in any other respect in the exercise of the collective powers or duties of the Directors or to exercise any of the powers or rights of a Director individually under these Articles, provided that no act shall be done by the Directors which would impose any personal liability on any associate director either under the Statutes or otherwise except with his knowledge and consent.
- 90.8 An associate director shall not in any circumstances be entitled to vote at any meeting of the Directors.

MEETINGS AND PROCEEDINGS OF DIRECTORS

91. Meetings of Directors

Subject to the provisions of these Articles, the Directors may meet together for the despatch of business, adjourn and otherwise regulate their meetings as they think fit. At any time any Director may, and the Secretary on the requisition of a Director shall, summon a meeting of the Directors. It shall not be necessary to give notice of a meeting of Directors to any Director for the time being absent from the United Kingdom. Notice of a meeting of Directors shall be deemed to be duly given to a Director if it is given to him personally or by word of mouth or sent in writing to him at his last known address or any other address (including an address for electronic communications) given by him to the Company for this purpose.

92. Quorum

The quorum necessary for the transaction of the business of the Directors may be fixed from time to time by the Directors and, unless so fixed at any other number, shall be two. A meeting of the Directors at which a quorum is present shall be competent to exercise all powers, authorities and discretions for the time being vested in or exercisable by the Directors.

93. Voting

Questions arising at any meeting of the Directors shall be determined by a majority of votes. In case of an equality of votes the chairman of the meeting shall have a second or casting vote.

94. Limitations on voting of interested Directors

94.1 Save as herein provided, a Director shall not vote in respect of any resolution of the Directors or a committee of the Directors concerning any contract, transaction, arrangement or any other proposal whatsoever to which the Company is or is to be a party and in which he (together with any interest of any person connected with him within the meaning of section 346(2) of the Act) has any material interest, otherwise than by virtue of his interests in shares or debentures or other securities of, or otherwise in or through, the Company. A Director shall not be counted in the quorum at a meeting in relation to any resolution on which he is debarred from voting.

94.2 Subject to the provisions of the Statutes, a Director shall (in the absence of any interest which, together with any interest of any person connected with him, is a material interest, other than as indicated below) be entitled to vote (and be counted in the quorum) in respect of any resolution concerning any of the following matters:-

94.2.1 the giving of any guarantee, security or indemnity to him in respect of money lent or obligations incurred by him or by any other person at the request of or for the benefit of the Company or any of its subsidiary undertakings;

- 94.2.2 the giving of any guarantee, security or indemnity to a third party in respect of a debt or obligation of the Company or any of its subsidiary undertakings for which he himself has assumed responsibility in whole or in part under a guarantee or indemnity or by the giving of security;
- 94.2.3 any contract, transaction, arrangement or proposal concerning an offer of shares or debentures or other securities of or by the Company or any of its subsidiary undertakings for subscription or purchase in which offer he is or may be entitled to participate as a holder of securities or in the underwriting or sub-underwriting of which the Director is to participate;
- 94.2.4 any contract, transaction, arrangement or proposal to which the Company is or is to be a party concerning any other body corporate in which he (together with any persons connected with him) do not to his knowledge hold an interest in shares (as that term is used in Part VI of the Act) representing one per cent. or more of either any class of the equity share capital or the voting rights in such body corporate (any such interest being deemed for the purposes of this Article to be a material interest in all circumstances);
- 94.2.5 any contract, transaction, arrangement or proposal for the benefit of the employees of the Company or any of its subsidiary undertakings and which does not award any Director any privilege or benefit not generally awarded to the employees to whom such arrangement relates; and
- 94.2.6 any contract, transaction, arrangement or proposal concerning any insurance against liability which the Company is empowered to purchase and/or maintain for or for the benefit of any Directors or group of persons who include Directors.
- 94.3 Where proposals are under consideration concerning the appointment (including fixing or varying the terms of appointment) of two or more Directors to offices or employments with the Company or any body corporate in which the Company is interested, such proposals may be divided and considered in relation to each Director separately, and in such case each of the Directors concerned (if not debarred from voting under Article 94.1 or Article 94.2.4) shall be entitled to vote (and be counted in the quorum) in respect of each resolution except that concerning his own appointment.
- 94.4 For the purposes of this Article an interest of a person who is, for the purposes of the Statutes, connected with a Director shall be treated as an interest of the Director and, in relation to an alternate, an interest of his appointor shall be treated as an interest of the alternate in addition to any interest which the alternate otherwise has.
- 94.5 If any question arises at any meeting as to the materiality of a Director's interest (other than the chairman's interest) or as to the entitlement of any Director (other than the chairman) to vote or be counted in the quorum, and

such question is not resolved by his voluntarily agreeing to abstain from voting or being counted in the quorum, such question shall be referred to the chairman of the meeting and his ruling in relation to any such Director shall be final and conclusive except in a case where the nature or extent of the interests of the Director concerned has not been fairly disclosed.

- 94.6 If any question arises at any meeting as to the materiality of the chairman's interest or as to the entitlement of the chairman to vote or be counted in a quorum, and such question is not resolved by his voluntarily agreeing to abstain from voting or being counted in the quorum, such question shall be decided by resolution of the Directors or committee members present at the meeting (excluding the chairman) whose majority vote shall be final and conclusive except in a case where the nature or extent of the interests of the chairman has not been fairly disclosed.

95. Powers of Directors if below minimum number

The continuing Directors may act notwithstanding any vacancies, but if and so long as the number of Directors is reduced below the minimum number fixed by or in accordance with these Articles the continuing Director or Directors may act for the purpose of appointing an additional Director or Directors to make up such minimum or of summoning general meetings, but not for any other purpose. If there be no Director or Directors able or willing to act, then any two members may summon a general meeting for the purpose of appointing Directors.

96. Chairman

The Directors may elect one of their number as a chairman and one of their number to be the deputy chairman and determine the period for which each is to hold office (and may at any time remove either from office). If no chairman or deputy chairman shall have been appointed, or if at any meeting neither be present within thirty minutes after the time appointed for holding the same, the Directors present may choose one of their number to be chairman of the meeting.

97. Resolutions in writing

A resolution in writing (including a resolution contained in an electronic communication) duly signed by all the Directors for the time being entitled to receive notice of and to vote and to be counted in the quorum of a meeting of Directors, or by all members of a committee of the Directors, shall be as valid and effective as if it had been passed at a meeting of the Directors (or committee, as the case may be,) duly convened and held and may be contained in one document or electronic communication or in several and some in one form and some in others, each in or containing identical terms and signed by one or more Directors. A resolution executed by an alternate director need not also be executed by his appointor.

98. Participation by telephone

- 98.1 Any Director or his alternate may validly participate in a meeting of the Directors or a committee of the Directors through the medium of conference telephone or other form of communication equipment provided that all persons participating in the meeting are able to hear and speak or otherwise receive and respond in real time to communications of each other throughout such meeting. A person so participating shall be deemed to be present in person at the meeting and shall accordingly be counted in a quorum and entitled to vote.
- 98.2 Subject to the Statutes, all business transacted in such manner by the Directors or a committee of the Directors shall for the purposes of these Articles be deemed to be valid and effectively transacted at a meeting of the Directors or a committee notwithstanding that fewer than two Directors or alternate directors are physically present at the same place. Such a meeting shall be deemed to take place where the largest group of those participating is assembled or, if there is no such group, where the chairman of the meeting then is.

99. Delegation to committees

- 99.1 The Directors may delegate any of their powers, authorities and discretions for such time upon such terms and subject to such conditions as they think fit to committees (with power to sub delegate) consisting of one or more Directors and (if thought fit) one or more other persons co-opted as hereinafter provided. The power to delegate contained in this Article shall be effective in relation to the powers, authorities and discretions of the Directors generally and shall not be limited by the fact that in certain Articles, but not in others, express reference is made to particular powers, authorities or discretions being exercised by the Directors or by a committee authorised by the Directors.
- 99.2 Any committee so formed shall in the exercise of the powers so delegated conform to any regulations which may from time to time be imposed by the Directors. The Directors may confer such powers either collaterally with, or to the exclusion of and in substitution for, all or any of the powers of the Directors in that respect and may from time to time revoke, withdraw, alter or vary all or any of such powers and discharge any such committee in whole or in part.
- 99.3 Any such regulations may provide for or authorise the co option to the committee of persons other than Directors and for such co opted members to have voting rights as members of the committee, but so that:
- 99.3.1 the number of co-opted members shall be less than one half of the total number of members of the committee; and
- 99.3.2 no resolution of the committee shall be effective unless a majority of the members of the committee present at the meeting are Directors or alternate directors.

100. Proceedings of committees

The meetings and proceedings of any such committee consisting of two or more members shall be governed mutatis mutandis by the provisions of these Articles regulating the meetings and proceedings of the Directors, so far as the same are not superseded by any regulations made by the Directors under the last preceding Article.

101. Validity of proceedings of Directors and committees

All acts done by any meeting of Directors, or of any such committee, or by any person acting as a Director, alternate director or as a member of any such committee, shall as regards all persons dealing in good faith with the Company, notwithstanding that there was some defect in the appointment of any of the persons acting as aforesaid or that any such persons were disqualified or had vacated office or were not entitled to vote, be as valid as if every such person had been duly appointed and was qualified and had continued to be a Director, alternate director or member of the committee and had been entitled to vote.

BORROWING POWERS

102. Borrowing powers

102.1 The Directors may exercise all the powers of the Company to borrow money and to mortgage or charge all or any part of its undertaking, property, assets (present and future) and uncalled capital, and, subject to the provisions of the Statutes, to create and issue debenture and other loan stock and debentures and other securities, whether outright or as collateral security for any debt, liability or obligation of the Company or of any third party.

102.2 The Directors shall restrict the borrowings of the Company and exercise all voting and other rights and powers of control exercisable by the Company in relation to its subsidiary undertakings (if any, and as defined in the Act), so as to secure (so far, as regards subsidiary undertakings, as by such exercise they can secure) that the aggregate principal amount (together with any fixed or minimum premium payable on final repayment or redemption) at any one time remaining outstanding of all moneys borrowed by the "Group" (which expression in this Article means and includes the Company and its subsidiary undertakings from time to time) and from time to time owing to persons outside the Group shall not at any time, without the previous sanction of an ordinary resolution of the Company, exceed an amount equal to three times the Adjusted Capital and Reserves.

102.3 For the purposes of this Article the "Adjusted Capital and Reserves" means a sum equal to the aggregate from time to time of:-

102.3.1 the amount paid up or credited as paid up on the allotted share capital of the Company; and

102.3.2 the amount standing to the credit of the consolidated capital and revenue reserves (including, without limitation, any share premium account, capital redemption reserve, merger reserve and revaluation reserve and after adding thereto or deducting therefrom any balance standing to the credit or debit of the profit and loss account) of the Company and its subsidiary undertakings,

all as shown in the relevant balance sheet and adjusted in accordance with Article 102.4.

102.4 The sum equal to the aggregate amounts of the capital and reserves calculated in accordance with Article 102.3 shall:

102.4.1 be adjusted as may be appropriate to reflect any variation since the date of the relevant balance sheet in the amount of the paid up or credited as paid up share capital, in the amount standing to the credit of such reserves (other than variations in the profit and loss account arising from normal trading) and in interests in subsidiary undertakings;

102.4.2 be adjusted to take account of any subsidiary undertaking the balance sheet of which was not consolidated with the relevant balance sheet;

102.4.3 exclude therefrom such amounts, if any, as are attributable to the proportion of the issued equity share capital of any subsidiary undertaking which is not attributable directly or indirectly to the Company;

102.4.4 have deducted therefrom the amount of any distribution declared, recommended or made by any member of the Group to any person other than a member of the Group out of profits earned down to and including the date of and not provided for in the relevant balance sheet; and

102.4.5 be calculated after making such other adjustments (if any) as the Auditors consider appropriate.

102.5 For the purposes of this Article 102 the following shall (except in so far as otherwise taken into account) be deemed to be included in the expression "**moneys borrowed**":-

102.5.1 the nominal or principal amount of any share capital, moneys borrowed or other indebtedness of any person or body, whether corporate or unincorporate, the beneficial interest in which or the right to repayment of which is not for the time being owned by, but the subscription, redemption or repayment of which is guaranteed or secured by or is the subject of an indemnity given by, a member of the Group;

- 102.5.2 the principal amount raised by any member of the Group by acceptances or under any acceptance credit opened on its behalf and in its favour by any bank or acceptance house (not being acceptances or acceptance credits in relation to the purchase of goods or service in the ordinary course of trading the amounts raised under which are to remain outstanding after acceptance for not more than 180 days);
- 102.5.3 the principal amount from time to time owed in respect of any loan capital or other debenture of any member of the Group, whether issued in whole or in part for cash or otherwise owned otherwise than by a member of the Group;
- 102.5.4 the nominal amount of any issued share capital of any subsidiary undertaking (not being equity share capital which as regards capital has rights no more favourable than those attached to its ordinary share capital) not for the time being beneficially owned by the Company or another subsidiary undertaking which is wholly owned by a member of the Group;
- 102.5.5 any fixed or minimum premium payable on final repayment of any moneys borrowed (but so that any premium payable on final repayment of an amount not to be taken into account as moneys borrowed shall not be taken into account); and
- 102.5.6 amounts raised under any transaction (including, without limitation, forward sale or purchase agreements) having the commercial effect of borrowings entered into to enable the finance of operations or capital requirements.

102.6 For the purposes of this Article 102:

- 102.6.1 moneys borrowed or raised by any member of the Group, and intended to be applied within six months of first being so borrowed or raised in repaying moneys borrowed by any member of the Group, shall, pending such application or the expiry of such period whichever shall be the earlier, be deemed not to be moneys borrowed;
- 102.6.2 such proportion of the borrowings of any partly owned subsidiary as that part of its issued and paid up equity share capital which is not beneficially owned, directly or indirectly, by any member of the Group bears to the whole of its issued and paid up equity share capital shall be deemed not to be moneys borrowed; such proportion of the borrowings of any member of the Group from any partly owned subsidiary as that part of such partly owned subsidiary's issued and paid up equity share capital which is not beneficially owned, directly or indirectly, by any member of the Group bears to the whole of its issued and paid up equity share capital shall be deemed to be moneys borrowed;

- 102.6.3 moneys borrowed by any member of the Group from bankers or others for the purpose of financing any contract in respect of which any part of the price receivable under the contract by that or any other member of the Group is guaranteed or insured to an amount not exceeding that part of the price receivable under the contract which is so guaranteed or insured, shall be deemed not to be moneys borrowed;
- 102.6.4 moneys borrowed shall not include any moneys borrowed which are for the time being deposited with H.M. Customs & Excise or other body, or equivalent body in any part of the world, designated by any relevant legislation or order in connection with import deposits or any similar governmental scheme to the extent that the member of the Group making such deposit retains its interest therein;
- 102.6.5 an amount equal to the amount of moneys borrowed by an undertaking which becomes a subsidiary undertaking of the Company after the date of adoption of these Articles, and which are outstanding at the date when such undertaking becomes a subsidiary undertaking, shall for the period of six months from the date of such event be deemed not to be moneys borrowed;
- 102.6.6 an amount equal to the amount secured on an asset immediately after it was acquired by a member of the Group, shall for the period of six months from the date of such event be deemed not to be monies borrowed;
- 102.6.7 any undertaking which it is proposed shall become or cease to be a subsidiary undertaking of the Company contemporaneously with any relevant transaction shall be treated as if it had already become or ceased to be a subsidiary undertaking;
- 102.6.8 for the avoidance of doubt, amounts prospectively payable for the hire or lease of movable or immovable property shall not be deemed to be moneys borrowed notwithstanding that a capital amount in respect of such amounts may be included as a liability in the balance sheet;
- 102.6.9 when the aggregate amount of moneys borrowed required to be taken into account for the purposes of this Article 102 on any particular day is being ascertained, any such moneys denominated or repayable in a currency other than sterling shall be translated for the purpose of calculating the sterling equivalent either at the rate of exchange used for the conversion of that currency in the relevant balance sheet or, if no rate was used, at the middle market rate of exchange quoted by a London clearing bank selected by the Directors at the close of business in London on the business day immediately preceding the day on which the calculation falls to be made or, where the repayment of such monies is expressly covered by a forward purchase contract, currency option, back to back loan, swap or other arrangements taken out and entered into to reduce the

risk associated with fluctuation in exchange rates, the rate of exchange specified in that document; and

- 102.6.10 no moneys borrowed shall be included in the same calculation more than once.
- 102.7 For the purposes of this Article 102 "**relevant balance sheet**" means the latest audited consolidated balance sheet and profit and loss account of the Group or, where the Company has no subsidiary undertakings, it means the latest audited balance sheet and profit and loss account of the Company or, where the Company has subsidiary undertakings but there are no consolidated accounts of the Group, it means either the respective latest balance sheets and profit and loss accounts of the companies comprising the Group or, if any, the pro forma consolidated balance sheet of the Group as included in any listing particulars delivered to the Registrar of Companies.
- 102.8 A certificate or report by the Auditors as to the amount of the Adjusted Capital and Reserves or the amount of moneys borrowed, or to the effect that the limit imposed by this Article 102 has not been or will not be exceeded at any particular time or times, shall be conclusive evidence of such amount or fact for the purposes of this Article 102. Nevertheless, the Directors may at any time act in reliance on a bona fide estimate of the amount of the Adjusted Capital and Reserves and if in consequence the limit on borrowings set out in this Article 102 is inadvertently exceeded, an amount borrowed equal to the excess may be disregarded until 90 days after the date on which by reason of a determination of the Auditors or otherwise the Directors become aware that such a situation has or may have arisen.
- 102.9 No lender or other person dealing with the Company shall be concerned to see or enquire whether the limit contained in this Article 102 is observed. No debt incurred in excess of such limit shall be invalid and no security given for the same shall be invalid or ineffectual, except in the case of express notice to the lender or the recipient of the security, at the time when the debt was incurred or security given, that the limit hereby imposed had been, or would thereby be, exceeded.

POWERS OF DIRECTORS

103. General powers of Directors

- 103.1 The business of the Company shall be managed by the Directors, who may exercise all such powers of the Company as are not by the Statutes or by the memorandum of association of the Company from time to time or by these Articles required to be exercised by the Company in general meeting, subject nevertheless to any regulations, not being inconsistent with the Statutes or the memorandum of association of the Company from time to time or these Articles, as may be prescribed by special resolution of the Company.
- 103.2 No regulation so made by the Company and no alteration of the memorandum of association or of these Articles shall invalidate any prior act of the Directors

which would have been valid if such alteration or regulation had not been made.

- 103.3 The general powers given by this Article shall not be limited or restricted by any special authority or power given to the Directors by any other Article.

104. Local management

The Directors may, from time to time and at any time, establish any local or divisional boards or agencies for managing any of the affairs of the Company and may appoint any persons to be members of such local or divisional board, or any managers or agents, and may fix their remuneration. The Directors may, from time to time and at any time, delegate to any local or divisional board, manager or agent so appointed any of its powers, authorities and discretions with power to sub delegate (other than their power to make calls, forfeit shares, borrow money or allot or issue shares or debentures) and may authorise the members for the time being of any such local or divisional board, or any of them, to fill any vacancies and to act notwithstanding vacancies; and any such appointment or delegation may be made for such time, on such terms and subject to such conditions as the Directors may think fit. The Directors may confer such powers either collaterally with, or to the exclusion of and in substitution for, all or any of the powers of the Directors in that respect and may from time to time revoke, withdraw, alter or vary all or any of such powers and, subject to any terms and conditions expressly imposed by the Directors, the proceedings of any local or divisional board or agency with two or more members shall be governed by such of these Articles as regulate the proceedings of the Directors, so far as they are capable of applying.

105. Power of attorney

The Directors may by power of attorney or otherwise appoint any person or persons to be the agent of the Company and may delegate to any such person or persons any of its powers, authorities and discretions (with power to sub delegate) in each case for such purposes and for such time, upon such terms and subject to such conditions as they think fit. Such appointment may, if the Directors think fit, be made in favour of the members or any of the members of any local or divisional board, or in favour of any body corporate or of the members, directors, nominees or managers of any body corporate or unincorporate or otherwise in favour of any fluctuating body of persons, whether nominated directly or indirectly by the Directors and any such power of attorney may contain such powers for the protection or convenience of persons dealing with such attorney as the Directors may think fit. The Directors may confer such powers either collaterally with, or to the exclusion of and in substitution for, all or any of the powers of the Directors in that respect and may from time to time revoke, withdraw, alter or vary all or any of such powers.

SECRETARY

106. Secretary

- 106.1 Subject to the Act, the Secretary shall be appointed by the Directors on such terms and for such period as they may think fit. Any Secretary so appointed may at any time be removed from office by the Directors, but without prejudice to any claim for damages for breach of any agreement between him and the Company. If thought fit two or more persons may be appointed as Joint Secretaries. The Directors may also appoint from time to time on such terms as they may think fit, one or more assistant or deputy secretaries. Anything required or authorised to be done by or to the Secretary may, if the Secretary is incapable of acting, be done by or to any assistant or deputy secretary.
- 106.2 Any provision of the Statutes or of these Articles requiring or authorising a thing to be done by or to a Director and the Secretary shall not be satisfied by its being done by or to the same person acting both as Director and as, or in the place of, the Secretary.

SEAL AND EXECUTION OF DEEDS

107. Seal and Execution of Deeds

- 107.1 The Directors shall provide for the safe custody of the Seal and any Securities Seal and neither shall be used without the authority of a resolution of the Directors or of a committee authorised by the Directors in that behalf.
- 107.2 Every instrument to which either shall be affixed shall be signed autographically by one Director and the Secretary or by two Directors, save that as regards any certificates for shares or debentures or other securities of the Company the Directors may by resolution determine that such signatures or either of them shall be dispensed with or affixed by some method or system of mechanical or electronic signature or may be printed thereon. The Directors may also by resolution determine, either generally or in a particular case, that a signature may be dispensed with or affixed by some method or system of mechanical or electronic signature.
- 107.3 The Securities Seal shall be used only for sealing securities issued by the Company and documents creating or evidencing securities so issued. Any such securities or documents sealed with the Securities Seal need not be signed or, if signed, any signature may be affixed by some method or system of mechanical or electronic signature or may be printed thereon.
- 107.4 Where the Statutes so permit, any instrument signed by one Director and the Secretary or by two Directors and expressed to be executed by the Company shall have the same effect as if executed under the Seal, provided that no instrument shall be so signed which makes it clear on its face that it is intended by the person or persons making it to have effect as a deed without the authority of a resolution of the Directors or of a committee authorised by the Directors in that behalf. The Directors may by resolution determine that such

signatures or either of them shall be affixed by some method or system of mechanical or electronic signature or may be printed thereon.

AUTHENTICATION OF DOCUMENTS

108. Authentication of Documents

108.1 Any Director or the Secretary or any person appointed by the Directors for the purpose shall have power to authenticate any documents affecting the constitution of the Company and any resolutions passed by the Company or the Directors or any committee, and any books, records, documents and accounts relating to the business of the Company, and to certify copies thereof or extracts therefrom as true copies or extracts.

108.2 A document purporting to be a copy of a resolution or an extract from the minutes of a meeting of the Company or of the Directors or any committee which is certified as aforesaid shall be conclusive evidence in favour of all persons dealing with the Company upon the faith thereof that such resolution has been duly passed or, as the case may be, that such extract is a true and accurate record of proceedings at a duly constituted meeting.

109. Reserves

Subject to the provisions of the Statutes, the Directors may from time to time set aside out of the profits of the Company and carry to reserve such sums as they think proper which, at the discretion of the Directors, may be applied for any purpose to which the profits of the Company may properly be applied and, pending such application, may either be employed in the business of the Company or be invested. The Directors may divide the reserve into such special funds as they think fit, and may consolidate into one fund any special funds or any parts of any special funds into which the reserve may have been divided. The Directors may also without placing the same to reserve carry forward any profits.

DIVIDENDS

110. Declaration of dividends

Subject to the provisions of the Statutes and of these Articles, the Company may by ordinary resolution declare dividends to be paid to the members according to their respective rights and interests in the profits of the Company, but no such dividend shall exceed the amount recommended by the Directors.

Except as otherwise provided by the rights attached to shares, dividends may be declared or paid in any currency. The Directors may agree with any member that dividends which may at any time or from time to time be declared or become due on his shares in one currency shall be paid or satisfied in another, and may agree the basis of conversion to be applied and how and when the amount to be paid in the other currency shall be calculated and paid and for the Company or any other person to bear any costs involved.

111. Fixed and interim dividends

Subject to the provisions of the Statutes, if and so far as in the opinion of the Directors the profits of the Company justify such payments, the Directors may declare and pay the fixed dividends on any class of shares carrying a fixed dividend expressed to be payable on fixed dates on the half-yearly or other dates prescribed for the payment thereof and may also from time to time declare and pay interim dividends on shares of any class of such amounts and on such dates and in respect of such periods as they think fit.

112. Interim dividends

If the share capital is divided into different classes, the Directors may pay interim dividends on shares which rank after shares conferring preferred rights with regard to dividends as well as on shares with preferred rights, unless at the time of payment any preferential dividend is in arrear and, provided the Directors act in good faith, they shall not incur any liability to the holders of shares conferring preferred rights for any loss they may suffer by the lawful payment of any interim dividend on any shares ranking after those with preferred rights.

113. Entitlement to dividends

Unless and to the extent that the rights attached to any shares or the terms of issue thereof otherwise provide, all dividends shall (as regards any shares not fully paid throughout the period in respect of which the dividend is paid) be apportioned and paid pro rata according to the amounts paid up or credited as paid up on the shares during any portion or portions of the period in respect of which the dividend is paid. For the purposes of this Article no amount paid on a share in advance of calls shall be treated as paid up on the share.

114. Profits available for distribution

No dividend shall be paid otherwise than out of profits available for distribution under the provisions of the Statutes.

115. Dividends bear no interest

No dividend or other moneys payable by the Company on or in respect of a share shall bear interest as against the Company unless otherwise provided by the rights attached to the shares.

116. Calls or debts may be deducted from dividends

The Directors may deduct from any dividend or other moneys payable to any member on or in respect of a share all sums of money (if any) presently payable by him to the Company on account of calls or otherwise in relation to shares of the Company.

117. Retention of dividend

The Directors may retain any dividend or other moneys payable on or in respect of a share on which the Company has a lien and may apply the same in or towards satisfaction of the debts, liabilities or engagements in respect of which the lien exists.

118. Withholding of dividend on transmission

The Directors may defer payment of any dividend payable on or in respect of a share in respect of which any person is under the provisions as to the transmission of shares hereinbefore contained entitled to become a member, or which any person is under those provisions entitled to transfer, until such person shall become a member in respect of such share or shall transfer the same.

119. Waiver of dividend

The waiver, in whole or in part, of any dividend on any share by any document (whether or not executed as a deed) shall be effective only if such document is signed by the shareholder (or the person entitled to the share in consequence of the death or bankruptcy of the holder or otherwise by operation of law) and delivered to the Company and if and to the extent that the same is accepted as such or acted upon by the Company.

120. Unclaimed dividends

All unclaimed dividends, interest or other sums payable may be invested or otherwise made use of by the Directors for the benefit of the Company until claimed. The payment by the Directors of any unclaimed dividend or other moneys payable on or in respect of a share into a separate account shall not constitute the Company a trustee in respect thereof and any dividend unclaimed after a period of twelve years from the date of declaration of such dividend shall be forfeited and shall revert to the Company.

121. Uncashed dividends

If cheques, warrants or orders for dividends or other moneys payable in respect of a share sent by the Company to the person entitled to it are returned to the Company or left uncashed on two consecutive occasions the Company shall not be obliged to send any dividends or other moneys payable in respect of that share due to that person until he notifies the Company of an address to be used for the purpose.

122. Payment of dividends in specie

The Company may, upon the recommendation of the Directors, by ordinary resolution direct payment of a dividend in whole or in part by the distribution of specific assets (and in particular of paid-up shares or debentures of any other body corporate) and the Directors shall give effect to such resolution, and, where any difficulty arises in regard to such distribution, the Directors may settle the same as they think expedient and in particular may issue

fractional certificates (or ignore fractions), may fix the value for distribution of such specific assets or any part thereof, may determine that cash payments shall be made to any members upon the footing of the value so fixed in order to adjust the rights of all parties and may vest any such specific assets in trustees as may seem expedient to the Directors.

123. Method of payment of dividends

Any dividend or other moneys payable in cash on or in respect of a share may be paid by cheque or warrant sent through the post to the registered address of the member or person entitled thereto (or, if two or more persons are registered as joint holders of the share or are entitled thereto in consequence of the death or bankruptcy of the holder or otherwise by operation of law, to the registered address of the person whose name stands first in the Register) or to such person at such address as such member or person or persons may by writing direct. Every such cheque or warrant shall be made payable to, or to the order of, the person to whom it is sent, or to such person as the holder or joint holders or person or persons entitled to the share in consequence of the death or bankruptcy of the holder may direct, and payment of the cheque or warrant by the banker upon whom it is drawn shall be a good discharge to the Company. Every such cheque or warrant shall be sent at the risk of the person entitled to the money represented thereby. In addition, any such dividend or other sum may be paid by any bank or other funds transfer system, or such other means and to or through such person as the holder or joint holders may in writing direct, and the Company shall have no responsibility for any sums lost or delayed in the course of any such transfer or where it has acted on any such directions.

124. Receipt of dividends

If two or more persons are registered as joint holders of any share, or are entitled jointly to a share in consequence of the death or bankruptcy of the holder, any one of them may give effectual receipts for any dividend or other moneys payable on or in respect of the share.

125. Record date for dividends

Notwithstanding any other provision of these Articles but without prejudice to the rights attached to any shares, the Directors may fix a date as the record date for any dividend, distribution, allotment or issue and such record date may be on or at any time within six months before or after any date on which such dividend, distribution, allotment or issue is declared, paid or made.

CAPITALISATION OF PROFITS AND RESERVES

126. The Directors may with the authority of an ordinary resolution of the Company:-

- 126.1 subject as hereinafter provided, resolve to capitalise any amount standing to the credit of the profit and loss account of the Company not required for paying any preferential dividend or any amount standing to the credit of the

Company's share premium or capital redemption reserve (in each case, whether or not they are available for distribution);

- 126.2 appropriate the sum resolved to be capitalised to the holders of the ordinary shares in proportion to the nominal amounts of the ordinary shares (whether or not fully paid) held by them respectively which would entitle them to participate in a distribution of that sum if those shares were fully paid and that sum were then distributable and it were distributed by way of dividend and apply such sum on their behalf either in or towards paying up the amounts, if any, for the time being unpaid on any shares held by them respectively or in paying up in full unissued shares or debentures of the Company of a nominal amount equal to that sum and allot the shares or debentures credited as fully paid to those members, or as they may direct, in those proportions, or partly in one way and partly in the other; but the share premium account, the capital redemption reserve and any profits which are not available for distribution may, for the purposes of this Article, only be applied in paying up unissued shares to be allotted to holders of the ordinary shares credited as fully paid;
- 126.3 resolve that any shares so allotted to any member in respect of a holding by him of any ordinary shares which are not fully paid shall rank for dividend only to the extent that the latter shares rank for dividend;
- 126.4 where any difficulty arises with regard to any distribution of any capitalised reserve or other sum, settle the matter as they think expedient and, in particular, make such provision by the issue of fractional certificates or by payment in cash or otherwise as they determine in the case of shares or debentures becoming distributable under this Article in fractions (including provision for fractional entitlements to be disregarded or the benefit thereof to accrue to the Company rather than to the members otherwise entitled thereto); and
- 126.5 authorise any person to enter on behalf of all the members concerned into an agreement with the Company providing for either:
- 126.5.1 the allotment to them respectively, credited as fully paid, of any shares or debentures to which they are entitled upon such capitalisation; or
- 126.5.2 the payment up by the Company on behalf of such members by the application thereto of their respective proportions of the profits resolved to be capitalised of the amounts or any part of the amounts remaining unpaid on their existing shares, any agreement made under such authority being binding on all such members.

PAYMENT OF SCRIP DIVIDENDS

127. Payment of Scrip Dividends

- 127.1 Without prejudice to the provisions of Articles 60, 110 and 111, the Directors may offer members (or holders of a particular class of shares) the right to elect to receive shares of that class credited as fully paid, in whole or in part, instead

of cash in respect of all or any part of such dividend or dividends as may be declared by the Company pursuant to Article 110 or, as the case may be, by the Directors pursuant to Article 111, subject to such exclusions or restrictions as the Directors may, in their absolute discretion, deem necessary or desirable in relation to compliance with legal or practical problems under the laws of any territory or the requirements of any recognised regulatory body or any stock exchange in any territory.

127.2 The following provisions shall apply in such circumstances:

127.2.1 the Directors shall not exercise their powers under this Article 127 in respect of a particular dividend or dividends unless the Company by ordinary resolution has authorised the exercise of those powers in respect of that dividend or dividends or in respect of dividends (including that dividend or dividends) to be declared or paid during or in respect of a specified period, which period may not end later than the beginning of the annual general meeting next following the date of the meeting at which the ordinary resolution is passed;

127.2.2 the basis of allotment of shares shall be determined by the Directors so that, as nearly as may be considered convenient without involving any rounding up of fractions, the Relevant Value (as determined below) of the new shares to be allotted instead of any cash dividend shall be as nearly as possible equal to (but not more than) such cash amount (disregarding any associated tax credit). For the purpose of this Article 127, the "**Relevant Value**" shall be calculated by reference to the average of the last prices of the Company's shares as traded on the Alternative Investment Market of the London Stock Exchange on the business day on which the shares are first quoted "ex" the relevant dividend and the four subsequent business days or shall be determined by or in accordance with the ordinary resolution. A certificate or report by the Auditors as to the amount of the Relevant Value in respect of any dividend shall (if the Directors determine such certificate or report to be necessary in the circumstances) be conclusive evidence of that amount and on giving such a certificate or report the Auditors may rely on advice or information from brokers or other sources of information as they think fit;

127.2.3 no member may receive a fraction of a share;

127.2.4 the Directors may make such arrangements as they consider necessary or expedient in relation to any offer to be made pursuant to this Article 127 and, without prejudice to the foregoing, the Directors shall, after determining the basis of allotment, notify the members in writing of any right of election offered to them and shall send forms of election (whether in respect of a particular dividend or dividends generally) and specify the procedure to be followed for making or revoking such elections and the place at which, and the latest time by which, duly completed forms of

election and any other relevant document must be lodged in order to be effective;

- 127.2.5 the dividend (or that part of a dividend in respect of which a right of election has been offered) shall not be payable on shares in respect of which an election has been duly made ("**Elected Shares**") and instead new shares of the relevant class shall be allotted to the holders of the Elected Shares on the basis of allotment calculated as stated in Article 127.2.2. For such purpose, the Directors shall capitalise out of such of the amounts standing to the credit of the Company's reserves (including any share premium account or capital redemption reserve), or out of any of the profits which could otherwise have been applied in paying dividends in cash as the Directors may determine, a sum equal to the aggregate nominal amount of the new shares to be allotted on such basis and apply the same in paying up in full the appropriate number of unissued shares for allotment and distribution to and amongst the holders of the Elected Shares on such basis – a resolution of the Directors capitalising part of the reserves has the same effect as if the Directors had resolved to effect the capitalisation with the authority of an ordinary resolution of the Company pursuant to Article 126, and in relation to the capitalisation the Directors may exercise all the powers conferred on them by Article 126 without an ordinary resolution of the Company;
- 127.2.6 the new shares so allotted shall be allotted as of the record date for the dividend in respect of which the right of election has been offered and shall rank *pari passu* in all respects with the fully paid shares of that class then in issue save only as regards participation in the dividend in place of which they were allotted;
- 127.2.7 the Directors may do all acts and things considered necessary or expedient to give effect to the allotment and issue of any shares in accordance with the provisions of this Article 127 and may authorise any person to enter on behalf of all the members concerned into an agreement with the Company providing for such allotment and incidental matters, any agreement made under such authority being binding on all such members;
- 127.2.8 for the avoidance of doubt, every duly effected election shall be binding on every successor in title to the Elected Shares (or any of them) of the member or members who have effected the same.

ACCOUNTS

128. Accounts

- 128.1 Accounting records sufficient to show and explain the Company's transactions and otherwise complying with the Statutes shall be kept at the Office, or at such other place as the Directors think fit, and shall at all times be open to inspection by the Directors and officers of the Company. Subject as aforesaid

no member of the Company or other person shall have any right of inspecting any account, book or document of the Company except as conferred by the Statutes or ordered by a court of competent jurisdiction or authorised by the Directors or the Company in general meeting.

- 128.2 A copy of every balance sheet and profit and loss account and every Directors' and auditors' report on the same which is to be laid before a general meeting of the Company (including every document required by law to be comprised therein or attached or annexed thereto) shall not less than twenty-one clear days before the date of the meeting be sent to every member of, and every holder of debentures of, the Company and to every other person who is entitled to receive notices of meetings from the Company under the provisions of the Statutes or of these Articles, save that the Company may send a summary financial statement to members of the Company instead of its full accounts and report as permitted by the Statutes.
- 128.3 This Article shall not require a copy of the documents referred to in Article 128.2 to be sent to any member to whom a summary financial statement is sent in accordance with the Statutes and provided further that this Article shall not require a copy of such documents to be sent to more than one of joint holders or to any person of whose address the Company is not aware.
- 128.4 Any documents required or permitted to be sent by the Company to a person pursuant to Article 128.2 or 128.3 may be sent by electronic communication to an address for the time being notified by that person for that purpose.
- 128.5 Any member or holder of debentures to whom a copy of such documents has not been sent shall be entitled to receive a copy free of charge on application at the Office.
- 128.6 If all or any of the shares or debentures of the Company shall for the time being be listed or traded on the London Stock Exchange, there shall be forwarded to the appropriate officer of the London Stock Exchange such number of copies of such documents as may for the time being be required under its regulations or practice.

AUDITORS

129. Auditors

- 129.1 Subject to the provisions of the Statutes, all acts done by any persons acting as Auditors shall, as regards all persons dealing in good faith with the Company, be valid, notwithstanding that there was some defect in their appointment or that they were at the time of their appointment not qualified for appointment or subsequently became disqualified.
- 129.2 The Auditors shall be entitled to attend all general meetings, to receive all notices of and other communications relating to any general meeting which any member is entitled to receive, and to be heard at any general meeting on any part of the business of the meeting which concerns them as auditors.

- 129.3 Pursuant to the provisions of the Statutes, the Auditors shall have the right of access at all times to the Company's books, accounts and vouchers and shall be entitled to require from officers of the Company any such information and explanation as they think necessary for the performance of their duties as auditors.

NOTICES

130. Service of notice on members

- 130.1 Any notice or document (including a share certificate) may be served on or delivered to any member by the Company personally or by sending it through the post in a prepaid cover addressed to such member at his registered address, or (if he has no registered address within the United Kingdom) to the address, if any, within the United Kingdom supplied by him to the Company as his address for the service of notices, or by delivering it to such address addressed to the member, or by serving or sending it by means of electronic communication to an address for the time being notified to the Company for that purpose, or by other means authorised in writing by or on behalf of the member concerned.
- 130.2 Subject to the provisions of the Statutes, where a notice or other document addressed to a member at his registered address or address for service in the United Kingdom is served or sent by post, service or delivery shall be deemed to be given on the first day following that on which the same is posted if prepaid as first class and on the second day after it is posted if prepaid as second class and in proving such service it shall be sufficient to prove that the envelope containing such note or document was properly addressed, prepaid and posted.
- 130.3 Any notice or document left at a registered address or address for service in the United Kingdom shall be deemed to have been served or delivered on the day it was so left.
- 130.4 Where a notice or other document is served or sent to a member by means of electronic communication made in accordance with or pursuant to these Articles the notice or document shall be deemed to be served upon or received by the member 48 hours after the time it was sent. In proving service of a notice or document contained in an electronic communication it shall be sufficient to prove that the notice or document was sent in accordance with guidance from time to time issued by the Institute of Chartered Secretaries and Administrators.
- 130.5 A member present in person or by proxy at any meeting of the Company or of the holders of any class of shares in the Company shall be deemed to have received due notice of the meeting and, where requisite, of the purposes for which it was called.
- 130.6 Any notice given to that one of the joint holders of a share whose name stands first in the Register in respect of the share shall be sufficient notice to all the joint holders in their capacity as such. For such purpose a joint holder having

no registered address in the United Kingdom and not having supplied an address within the United Kingdom for the service of notices, shall be disregarded.

130.7 A member who (having no registered address within the United Kingdom) has not supplied to the Company an address within the United Kingdom for the service of notices shall not be entitled to receive notices from the Company. Without prejudice to the generality of the foregoing such member shall not be entitled to receive any notice or other document from the Company even if he has supplied an address for the purpose of receiving electronic communications.

130.8 Nothing in these Articles shall affect any requirement of the Statutes that any particular offer, notice or other document be served in any particular manner.

131. Notice in case of death or bankruptcy or mental disorder

131.1 A person entitled to a share in consequence of the death or bankruptcy of a member, or otherwise by operation of law, upon supplying to the Company such evidence as the Directors may reasonably require to show his title to the share and upon supplying also an address within the United Kingdom for the service of notices and documents (which may be an address for the purpose of service by electronic communication), shall be entitled to have served upon or delivered to him at such address any notice or document to which the member but for his death or bankruptcy or other event would be entitled, and such service or delivery shall for all purposes be deemed a sufficient service or delivery of such notice or document on all persons interested (whether jointly with or as claiming through or under him) in the share.

131.2 Until an address has been supplied in accordance with Article 131.1, any notice or document delivered or sent by post to or left at the address of any member in pursuance of these Articles shall, notwithstanding that such member be then dead or bankrupt, and whether or not the Company have notice of his death or bankruptcy, be deemed to have been duly served or delivered in respect of any share registered in the name of such member as sole or first-named joint holder.

132. Notice by advertisement

If at any time by reason of the suspension or curtailment of postal services within the United Kingdom or of means of electronic communication, or other circumstances beyond the Company's control, the Company is unable effectively to convene a general meeting by notices sent through the post or (in the case of those members in respect of whom an address has for the time being been notified to the Company for the purpose) by electronic communication, a general meeting may be convened by a notice advertised on the same date in at least one United Kingdom national daily newspaper and such notice shall be deemed to have been duly served on all members entitled thereto at noon on the day when the advertisement appears or, where notice is given by more than one advertisement and the advertisements appear on different days, at noon on the last of the days when the advertisements appear.

In any such case the Company shall send confirmatory copies of the notice by post or by electronic communication if at least seven clear days prior to the meeting the posting of notices to addresses throughout the United Kingdom or the sending of notices by electronic communication again becomes, in the opinion of the Directors, practicable.

133. Notice binding on transferees etc

Every person who, by operation of law, by transfer(s) or by any other means becomes entitled to a share shall be bound by any notice in respect of that share (other than a notice served by the Company under section 212 of the Act) which, before his name is entered in the Register, has been duly served on or delivered to a person from whom he derives his title.

134. Web site, other electronic communications and signature

Notwithstanding anything in these Articles to the contrary, but subject to the Statutes:

134.1 any notice or other document to be given or sent to any person by the Company is also to be treated as given or sent where:

134.1.1 the Company and that person have agreed that any notice or other document required to be given or sent to that person may instead be accessed by him on a web site;

134.1.2 the meeting (in the case of a notice of meeting) or other document (in any other case) is one to which that agreement applies;

134.1.3 that person is notified, in a manner for the time being agreed between him and the Company, of the publication of the notice or (as the case may be) other document on a web site, the address of the web site and the place on that web site where the notice or (as the case may be) other document may be accessed and how it may be accessed;

134.1.4 in the case of a notice of meeting, such notice of meeting is published in accordance with Article 134.2 below and the notification referred to in Article 134.1.3 states that it concerns a notice of a general meeting served in accordance with the Act; specifies the place, date and time of the meeting; and states whether the meeting is to be an annual or extraordinary general meeting; and

134.1.5 in the case of a document referred to in section 238 of the Act, and in the case of a document comprising a summary financial statement referred to in section 251 of the Act, such document is published in accordance with Article 134.2,

and, in the case of a notice of meeting or other document so treated, such notice or other document is to be treated as so given or sent, as the case may be, at the time that the notification mentioned in Article 134.1.3 is deemed,

having regard to the agreed manner of notification, to be given in accordance with Article 130.

134.2 Where a notice of meeting or other document is required by Article 134.1.4 or 134.1.5 to be published in accordance with this Article 134.2, it shall be treated as so published only if:

134.2.1 in the case of the notice of meeting, the notice is published on the web site throughout the period beginning with the giving of the notification referred to in Article 134.1.3 and ending with the conclusion of the relevant meeting; and

134.2.2 in the case of a document referred to in Article 134.1.5, the document is published on the web site throughout the period beginning at least 21 days before the date of the relevant meeting and ending with the conclusion of the meeting and the notification referred to in Article 134.1.3 is given not less than 21 days before the date of the meeting,

but so that nothing in this Article 134.2 shall invalidate the proceedings of the meeting where the notice or other document is published for part, but not all, of the period mentioned in this Article 134.2.1 or, as the case may be, 134.2.2 or is published for any part of that time in a place on the web site concerned which is different to that stated and the failure to publish the notice or other document throughout that period at all or in the stated area of the web site is wholly attributable to circumstances which it would not be reasonable to have expected the Company to prevent or avoid.

134.3 *The Directors may from time to time make such arrangements or regulations (if any) as they may from time to time in their absolute discretion think fit in relation to the giving of notices or other documents by electronic communication by or to the Company and otherwise for the purpose of implementation and/or supplementing the provisions of these Articles and Statutes in relation to electronic communication; and such arrangements and regulations (as the case may be) shall have the same effect as if set out in this Article.*

134.4 Where under or pursuant to these Articles a document or communication requires to be signed by a member or other person and the same is contained in or consists of an electronic communication, the Company shall be entitled to treat the same as validly executed and the authentic document or communication of the member or other person and to rely upon the same as such either where the document or other communication incorporates the electronic signature or personal identification details previously allocated by the Company of that member or other person in such form as the Directors may approve or where the document or communication is accompanied by such other evidence as the Directors may require to satisfy themselves as to authenticity.

UNTRACED SHAREHOLDERS

135. Untraced Shareholders

135.1 Subject to the Regulations, the Company shall be entitled to sell at the best price reasonably obtainable any share in the Company of a member or to which a person is entitled by transmission if and provided that:-

135.1.1 for a period of not less than 12 years (throughout which period the share shall have been in issue) at least three cash dividends in respect of the share in question have become payable and no cheque, order or warrant sent by the Company through the post in a prepaid envelope addressed to the member or to the person entitled by transmission to the share at his address on the Register, or at his last known address given by the member or the person entitled by transmission to which cheques and warrants are to be sent, has been cashed or the payment been satisfied by the transfer of funds to a designated bank account and no communication has been received by the Company that would enable the Company to trace such member or the person entitled by transmission and no dividend has been claimed by the person entitled to it;

135.1.2 the Company has at the expiration of the period of 12 years referred to in Article 135.1.1 by advertisement in both a national daily newspaper and a newspaper circulating in the area in which the last known address of the member or the person entitled by transmission is located given notice of its intention to sell such share (but so that such advertisements need not refer to the names of the holder(s) of the share or identify the share in question);

135.1.3 the Company has not, during the further period of 3 months after the date of the advertisements (or the later advertisement if the two advertisements are published on different dates) and prior to the exercise of the power of sale, received any communication that would enable the Company to trace such member or person entitled by transmission; and

135.1.4 if any shares of the Company are admitted to the Official List of the UK Listing Authority or traded on the London Stock Exchange, the Company has first given notice in writing to the London Stock Exchange of its intention to sell such share.

135.2 To give effect to any such sale the Directors may appoint any person to execute as transferor an instrument of transfer of such share, and such instrument of transfer shall be as effective as if it had been executed by the registered holder of, or person entitled by transmission to, such share and in relation to an uncertificated share the Directors may require the Operator to convert the share into certificated form in accordance with the Regulations. The purchaser shall not be bound to see to the application of the purchase money and the title of the transferee shall not be affected by any irregularity or invalidity in the proceedings in reference to the sale.

- 135.3 The Company shall account to the member or other person entitled to such share for the net proceeds of such sale and shall be deemed to be his debtor, and not a trustee for him, in respect of the same.
- 135.4 Until accounted for to the member or other person entitled to such share the net proceeds of sale shall be carried to a separate account and shall be a permanent debt of the Company. Monies carried to such separate account may for the benefit of the Company either be employed in the business of the Company or invested in such investments (other than shares of the Company or its holding company if any) as the Directors may from time to time think fit. No interest shall be payable in respect of such moneys and the Company shall not be required to account for any money earned on them.
- 135.5 If during the period of not less than 12 years referred to in Article 135.1.1 or during any period ending on the date when all requirements of Article 135.1 have been satisfied any additional shares have been issued in right of those held at the beginning of, or previously so issued during, such periods and all the requirements of Article 135.1 have been satisfied in regard to such additional shares, the Company shall also be entitled to sell the additional shares.

MINUTES

136. Minutes

The Directors shall cause minutes to be made in books kept for the purpose:

- 136.1 of all appointments of officers made by the Directors; and
- 136.2 of all proceedings at meetings of the Company, of the holders of any class of shares in the Company, of the Directors and of committees of the Directors, including the names of the Directors present at each such meeting.

Any such minutes, if purporting to be signed by the chairman of the meeting to which they relate or of the meeting at which they are read, shall be sufficient evidence without any further proof of the facts stated therein.

WINDING UP

137. Winding Up

- 137.1 The Directors shall have power in the name and on behalf of the Company to present a petition to the Court for the Company to be wound up.
- 137.2 If the Company shall be wound up (whether the liquidation is voluntary, under supervision, or by the court) the liquidator may, with the authority of an extraordinary resolution and any other sanction required by law, divide among the members in specie or in kind the whole or any part of the assets of the Company, whether or not the assets shall consist of property of one kind or shall consist of properties of different kinds, and may for such purpose set such value as he deems fair upon any one or more class or classes of property and determine how such division shall be carried out as between the members

or different classes of members. Any such division may be otherwise than in accordance with the existing rights of the members, but if any division is resolved otherwise than in accordance with such rights, the members shall have the same right of dissent and consequential rights as if such resolution were a special resolution passed pursuant to section 110 of the Insolvency Act 1986.

- 137.3 The liquidator may, with the like authority, vest the whole or any part of the assets in trustees upon such trusts for the benefit of members as the liquidator with the like authority shall think fit, and the liquidation of the Company may be closed and the Company dissolved, but so that no contributory shall be compelled to accept any shares or other property in respect of which there is a liability.
- 137.4 A special resolution sanctioning a transfer or sale to another company duly passed pursuant to section 110 of the Insolvency Act 1986 may in the like manner authorise the distribution of any shares or other consideration receivable by the liquidator among the members otherwise than in accordance with their existing rights and any such determination shall be binding on all the members, subject to the right of dissent and consequential rights conferred by section 111 of that Act.

DESTRUCTION OF DOCUMENTS

138. Destruction of Documents

138.1 The Company may destroy:

- 138.1.1 any share certificate which has been cancelled at any time after the expiry of one year from the date of such cancellation;
- 138.1.2 any mandate for the payment of dividends or other moneys or any variation or cancellation of the same or any notification of change of name or address at any time after the expiry of two years from the date such mandate, variation, cancellation or notification was recorded by the Company;
- 138.1.3 any instrument of transfer of shares (including any document constituting the renunciation of an allotment of shares) which has been registered at any time after the expiry of six years from the date of registration; and
- 138.1.4 any other document on the basis of which any entry in the Register is made at any time after the expiry of six years from the date an entry in the Register was first made in respect of it.

- 138.2 It shall be presumed conclusively in favour of the Company that every share certificate so destroyed was a valid certificate validly cancelled and that every instrument of transfer so destroyed was a valid and effective instrument duly and properly registered and that every other document destroyed hereunder

was a valid and effective document in accordance with the recorded particulars thereof in the books or records of the Company, provided always that:

- 138.2.1 the provisions of this Article 138 shall apply only to the destruction of a document in good faith and without express notice to the Company that the preservation of such document was relevant to a claim;
- 138.2.2 nothing contained in this Article 138 shall be construed as imposing upon the Company any liability in respect of the destruction of any such document earlier than provided for in this Article or in any case where the conditions of this Article are not fulfilled;
- 138.2.3 reference in this Article to the destruction of any document includes references to its disposal in any manner;
- 138.2.4 reference in this Article to an instrument of transfer together with references to documents shall for the purposes of this Article include electronically generated or stored communications in relation to the transfer of uncertificated securities and any electronic or tangible copies of the same; and
- 138.2.5 in relation to uncertificated shares, the provisions of this Article shall apply only to the extent the same are consistent with the Regulations.

INDEMNITY AND LOANS TO DIRECTORS

139. Indemnity and loans to directors

- 139.1 Subject to the provisions of, and so far as may be permitted by, the Statutes, and subject to Articles 139.2 and 139.3 below but without prejudice to any indemnity to which he may otherwise be entitled, every person who is or was a Director, alternate director, Secretary or other officer (excluding any Auditor) of the Company shall be and shall be kept indemnified by and out of the assets of the Company against all costs, charges, losses, expenses and liabilities incurred by him in the actual or purported execution and/or discharge of his duties and/or in the exercise or purported exercise of his powers and/or otherwise in relation to or in connection with his duties, powers or office including any liability incurred by him in defending any proceedings, civil or criminal, which relate to anything done or omitted, or alleged to have been done or omitted, by him as an officer or employee of the Company and in which judgement is given in his favour (or the proceedings otherwise disposed of without any finding or admission of any material breach of duty on his part) or in which he is acquitted, or in connection with any application under any statute for relief from liability for negligence, default, breach of duty or breach of trust in relation to the affairs of the Company in which relief is granted to him by any court of competent jurisdiction.
- 139.2 So far as may be permitted by the Statutes and by any other law applicable to companies incorporated in England and Wales, and subject always to the

Statutes and such applicable law, the Company may only directly or indirectly provide (to any extent) an indemnity for a Director or alternate director of the Company against any liability attaching to such Director or alternate director in connection with any negligence, default, breach of duty or breach of trust by him in relation to the Company if all of the following conditions are met:

- 139.2.1 the indemnity must not be against any liability incurred by the Director or alternate director to the Company or to any "associated company" (being the Company's subsidiary or holding company or a subsidiary of the Company's holding company);
 - 139.2.2 the indemnity must not be against any liability incurred by the Director or alternate director to pay a fine imposed in criminal proceedings, or a sum payable to a regulatory authority by way of a penalty in respect of non-compliance with any requirement of a regulatory nature (howsoever arising); and
 - 139.2.3 the indemnity must not be against any liability incurred by a Director or alternate director in defending any criminal proceedings in which he is finally convicted, or in defending any civil proceedings brought by the Company or an associated company in which final judgment is given against him, or in connection with any application under any of sections 144(3) or (4) or section 727 of the Act in which the court finally refuses to grant him relief.
- 139.3 So far as may be permitted by the Statutes and by any other law applicable to companies incorporated in England and Wales, and subject always to the Statutes and such applicable law, the Company is not prevented by section 330 of the Act from doing anything to provide a Director or alternate director of the Company with funds to meet expenditure incurred or to be incurred by him in defending any criminal or civil proceedings, or in connection with any application under any of sections 144(3) or (4) or section 727 of the Act, nor does section 330 of the Act prohibit the Company from doing anything to enable a Director or alternate director to avoid incurring such expenditure provided that in relation to a loan or other thing done such loan falls to be repaid, or any liability of the Company under any transaction connected with the thing in question falls to be discharged not later than:
- 139.3.1 in the event of the Director or alternate director being convicted in the proceedings, the date when the conviction becomes final;
 - 139.3.2 in the event of judgment being given against him in the proceedings, the date when the judgment becomes final; or
 - 139.3.3 in the event of the court refusing to grant him relief on the application, the date when the refusal of relief becomes final.

CONTROLLERS AND NOTIFIABLE HOLDINGS

140. **Controllers and Notifiable Holdings**

140.1 In this Article the words and expressions set out below shall bear the following respective meanings:

"10% controller" a controller in whose case the percentage referred to in the definition of "controller" is 10% or more but less than 20%;

"20% controller" a controller in whose case the percentage is 20% or more but less than 33%;

"33% controller" a controller in whose case that percentage is 33% or more but less than 50%;

"50% controller" a controller in whose case that percentage is 50%;

"controller" means a Lloyd's controller and/or a FSMA controller;

"FSMA controller" means a person who is a controller within the meaning given to that expression in section 422 of FSMA as amended from time to time;

"Lloyd's controller" means a person who is a controller within the meaning given to that expression in the Membership Byelaw (No. 17 of 1993) and/or the Definitions Byelaw (as applicable) as amended from time to time;

"Council" means the Council of Lloyd's or any person or delegate through whom that body may from time to time act;

"Definitions Byelaw" means the Definitions Byelaw (No. 3 of 2003) made by the Council as amended from time to time;

"FSA" means the Financial Services Authority;

"Lloyd's" means the Society and Corporation of Lloyd's;

"majority controller" means a controller whose shareholding is such that the body corporate is his subsidiary undertaking;

"Mandated Disposal" means the sale and transfer of such number of disenfranchised shares as will cause a controller to cease to be such, not being a sale or transfer to another controller or a sale and transfer which constitutes any other person a controller;

"Membership Byelaw" means the Membership Byelaw (No. 17 of 1993) made by the Council as amended from time to time;

"notifiable holding" means voting rights or shares which, if acquired by any person, will result in him becoming a 10% controller, a 20% controller, a 33% controller, a 50% controller or a majority controller;

"parent undertaking" has the meaning given in section 258 of the Companies Act 1985; and

"subsidiary undertaking" has the meaning given in section 258 of the Companies Act 1985.

140.2 The Directors may at any time serve a notice upon any member requiring him to furnish the Directors with information (in the case of Article 140.2.2 below, to the extent that such paragraph applies to any person other than the member, so far as such information lies within the knowledge of or can be obtained by such member), supported by a declaration and by such other evidence (if any) in support as the Directors may require, for the purpose of determining:-

140.2.1 whether such member is or is likely to be a party to an agreement or arrangement (whether legally enforceable or not) whereby any of the shares held by him are to be voted in accordance with some other person's instructions (whether given by that other person directly or through any other person); or

140.2.2 whether such member and/or any other person who has an interest in any shares held by such member is a controller and/or has a notifiable holding.

If such information and evidence is not furnished within a reasonable period (not being less than 14 days) from the date of service of such notice or the information and evidence provided is, in the opinion of the Directors, unsatisfactory for the purposes of so determining, the Directors may (but shall not be obliged to) serve upon such member a further notice calling upon him, within 14 days after the service of such further notice, to furnish the Directors with such information and evidence or further information or evidence as shall (in their opinion) enable them so to determine. If any such information or evidence is not furnished within either such period, the Directors may, without prejudice to any other powers hereafter conferred to them, withhold, to the extent lawful, the payment of any amounts to which the holder of the relevant shares is entitled.

140.3 If the Directors are satisfied, whether pursuant to information furnished in respect of a notice under Article 140.2 or on any other basis, that any person has or may have acquired a notifiable holding in the Company then (unless the Directors shall be satisfied that the Council and/or (as the case may require) the FSA shall have been notified of the proposed notifiable holding and either that the Council and/or (as the case may require) the FSA has given its unconditional written confirmation that it does not object to the relevant person acquiring such a holding in the Company, or, if any condition to approval of the relevant person acquiring such a holding has been imposed, that such condition has been met to the satisfaction of the Council and/or (as the case may require) the FSA, or the Council and/or (as the case may require) the FSA shall not have objected (within any relevant period prescribed for objection) to the relevant person acquiring such a holding in the Company) they shall be entitled, but shall not be obliged, to serve a notice (a **"disenfranchisement notice"**) to such person specifying the number of shares

being such number of shares held by such person as shall cause such person to cease to have the relevant notifiable holding (the "disenfranchised shares") directing that the person shall not be entitled to receive notice of, or to attend or to cast any vote in respect of the disenfranchised shares either personally or by representative or proxy at a general meeting of the Company or at a meeting of the holders of any class of shares of the Company on any poll or to exercise any other rights conferred by membership in respect of the disenfranchised shares in relation to general meetings of the Company or meetings of the holders of any class of shares of the Company or polls and/or calling for a disposal to be made of all such disenfranchised shares or of such lesser number of disenfranchised shares as shall be specified in the said notice and the provisions of Articles 140.4 and 140.5 shall apply.

- 140.4 If any person (to the knowledge of the Directors and without the consent of the Council and/or the FSA) becomes or is deemed in accordance with Articles 140.6 and 140.8 to be a controller or have a notifiable holding, the Directors shall be entitled, but shall not be obliged, to serve a disenfranchisement notice on all those who (to the knowledge of the Directors) have interests in, and, if different, on the holder or holders of, the disenfranchised shares. The disenfranchisement notice shall refer to the voting restrictions as set out in Article 140.3 and, if the Directors so require, shall call for a Mandated Disposal to be made and shall state the number of disenfranchised shares in respect of which the Mandated Disposal is to be made and shall call for reasonable evidence that such Mandated Disposal shall have been effected to be supplied to the Company within 21 days from the date of such notice or such other period as the Directors may consider reasonable and which they may extend. The Directors shall withdraw a disenfranchisement notice served under this Article (whether before or after the expiration of the period referred to) if it appears to them that there is no controller in relation to the shares concerned or in any of the circumstances described in Article 140.10.
- 140.5 If a disenfranchisement notice served under Article 140.4 is not complied with to the satisfaction of the Directors and has not been withdrawn, the Directors shall be entitled, so far as they are able, to make a Mandated Disposal on behalf of the persons concerned at the best price reasonably obtainable in all the circumstances and shall give written notice of such disposal to those persons on whom the disenfranchisement notice was served. Except as hereinafter provided such a Mandated Disposal shall be completed as soon as reasonably practicable after service of the disenfranchisement notice as may in the opinion of the Directors be consistent with obtaining the best price reasonably obtainable and in any event within 30 days of service of such notice provided that a Mandated Disposal may be suspended by the Directors during the period when dealings by the Directors in the shares are not permitted either by law or by the AIM Rules but any Mandated Disposal suspended as aforesaid shall be completed within 30 days after expiry of the period of such suspension and provided further that neither the Company nor the Directors shall be liable to any holder or any person having an interest in any share or any other person for failing to obtain the best price so long as the Directors act in good faith within the period specified above. If on a Mandated Disposal being made by the Directors, disenfranchised shares are

held by more than one holder (treating joint holders of any relevant shares as a single holder) the proportion of the disenfranchised shares held by each holder which the Directors cause to be sold shall be in the discretion of the Directors and need not be pro rata amongst the holders. For the purpose of effecting any Mandated Disposal, the Directors may authorise in writing an officer or employee of the Company to execute any necessary transfer on behalf of any holder and may issue a new certificate to the purchaser. The net proceeds of such disposal shall be received by the Company, whose receipt shall be good discharge for the purchase money, and shall be paid (without any interest being payable thereon) to the former holder upon surrender by him of the certificate in respect of the shares sold and formerly held by him.

- 140.6 The Directors may assume without enquiry that a person is not a controller. The Directors may determine that any person is a controller or has a notifiable interest if there are reasonable grounds for believing that that person is a controller (notwithstanding that the Company has not been supplied with a declaration or other evidence establishing to its satisfaction that such person is or may become a controller) or has a notifiable interest until such time as they are satisfied that such is not the case. Except as otherwise expressly provided, the Directors shall not be required to give any reason for any action taken or not taken or any decision or determination made by them pursuant to Articles 140.2 to 140.13 inclusive.
- 140.7 Unless and until a disenfranchisement notice is served on a person in accordance with Article 140.3 or Article 140.4, the exercise by that person of any right attaching to any share in which he is interested shall not be challenged or invalidated by any subsequent determination by the Directors that such person is a controller.
- 140.8 The Directors shall not be obliged to serve any notice under Articles 140.2, 140.3 or 140.4 upon any person if they do not know his identity or address and the absence of service of such notice in such circumstances as aforesaid and any accidental error in or failure to give, any notice to any person upon whom notice is required to be served under the foregoing Articles shall not prevent the implementation of or invalidate any procedure thereunder. Any such notice to be served upon a person who is not a member shall be deemed validly served if sent through the post to that person at the address, stamped and put in the post. Any determination of the Directors under the provisions of Articles 140.3 to 140.8 inclusive shall be final and conclusive, but without prejudice to the power of the Directors subsequently to vary or revoke such determination.
- 140.9 The Company shall not be obliged to send to any other person a copy of the disenfranchisement notice. Any disenfranchisement notice shall have effect in accordance with its terms from the date of its issue until it shall cease to have effect in accordance with Article 140.10.
- 140.10 A disenfranchisement notice shall cease to have effect:-
- 140.10.1 in relation to any disenfranchised shares which are transferred (whether or not the transfer results from a sale made through a

recognised investment exchange (as defined in FSMA) or any stock exchange in or outside the United Kingdom on which the Company's shares are normally traded) by any such controller to any person who will not, in the absolute opinion of the Directors, as a consequence of such transfer acquire a notifiable holding in the Company; or

140.10.2 if the Directors at any time give notice cancelling a disenfranchisement notice, from the date of such notice of cancellation which notice shall be given within seven days of the Company being notified in writing that the Council and/or (as the case may require) the FSA has been notified of the proposed notifiable holding and either that the Council and/or (as the case may require) the FSA has given its unconditional written confirmation that it does not object to the holder of the disenfranchised shares acquiring the relevant notifiable holding in the Company or, if any condition to approval of the relevant person acquiring such a holding has been imposed, that such condition has been met to the satisfaction of the Council and/or (as the case may require) the FSA, or the Council and/or (as the case may require) the FSA has not objected (within any relevant period for objection) to such holder acquiring the relevant notifiable holding in the Company.

140.11 The Directors shall cause the Register to have noted against the name of the member upon whom a disenfranchisement notice has been served details of such disenfranchisement notice and the number of shares specified therein and shall cause such notice to be deleted upon the disenfranchisement notice ceasing to have effect in accordance with Article 140.10.

140.12 Any disenfranchisement notice served by the Directors shall be conclusive against the member concerned and its validity shall not be questioned.

140.13 Any new shares in the Company issued in right of any shares the subject of a disenfranchisement notice shall also be subject to the disenfranchisement notice (save to the extent that the Company gives a separate disenfranchisement notice in relation the new shares) and the Directors may make any right to an allotment of such new shares subject to restrictions corresponding to those which will (when such new shares are issued) apply to those new shares pursuant to a disenfranchisement notice served by virtue of this Article 140.13.

Company number - 03437588

**WRITTEN RESOLUTION
OF THE SHAREHOLDERS OF**

**OMEGA UNDERWRITING HOLDINGS LIMITED
(the "COMPANY")**

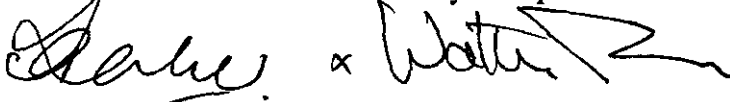
In accordance with Regulation 53 of Table A in the Schedule to the Companies (Tables A to F) Regulations 1985 (as amended) and Article 10 of the Company's Articles of Association, we the undersigned members of the Company being all the members entitled to vote at a general meeting of the Company:

HEREBY RESOLVE:

SPECIAL RESOLUTION

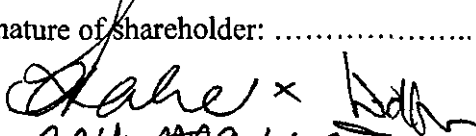
1. THAT:-
 - 1.1 the conditional resolution numbered 1.3 passed by written resolution of all the shareholders of the Company dated 18 March 2005 (the "Written Resolution") and all authorities thereunder be and is hereby revoked and shall be of no further effect and shall be replaced with the resolution set out in 1.2 below;
 - 1.2 subject to and conditional upon the entire ordinary issued share capital of the Company being admitted to trading on the Alternative Investment Market of the London Stock Exchange and such admission becoming effective on or before 1 June 2005 (or such later date as the Company and Numis Securities Limited may agree) the directors be and hereby are generally and unconditionally authorised pursuant to section 80 of the Companies Act 1985 (the "Act") to exercise all the powers of the Company to allot relevant securities (as defined in section 80(2) of the Act) of the Company up to an aggregate nominal amount of £448,000 provided that this authority shall expire at the conclusion of the next annual general meeting of the Company or, if earlier, the date fifteen months from the passing of this resolution unless previously varied, revoked or renewed by the Company in general meeting and the Company shall be entitled to make, prior to the expiry of such authority, any offer or agreement which would or might require relevant securities to be allotted after the expiry of such authority and the directors may allot any relevant securities pursuant to such offer or agreement as if such authority had not expired and all prior authorities to allot relevant securities be revoked but without prejudice to the allotment of any relevant securities already made or to be made pursuant to such authority;
 - 1.3 this special resolution shall be without prejudice to the provisions of paragraphs 1.1, 1.2 and 1.4 of the Written Resolution;

- 1.4 the provisions of all resolutions and paragraphs of the Written Resolution referring to Resolution 1 of the Written Resolution shall be deemed to refer to Resolution 1 thereof as varied by this special resolution.

 as attorney in John Robinson
Signature of shareholder: Name of shareholder

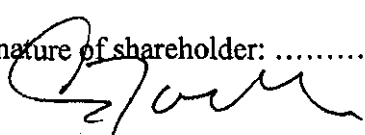
John Robinson

Date: 29th MARCH 2005

 as attorney in David Burchett
Signature of shareholder: Name of shareholder

David Burchett

Date: 29th MARCH 2005


Signature of shareholder: Name of shareholder

Richard Tolliday

Date: 29 MARCH 2005

Signature of shareholder: Name of shareholder


Signature of shareholder: Name of shareholder

Mark Daly

Date: 27 MARCH 2005